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February 13, 2014

Mr. Daryl G. Purpera, CPA, CFE  
Louisiana Legislative Auditor  
1600 N. Third St.  
Baton Rouge, LA 70804

Dear Mr. Purpera:

**Revised St. John the Baptist Parish School Board June 30, 2013 CAFR:**

In our Single Audit's *Independent Auditor's Report on Compliance for Each Major Program and on Internal Control over Compliance Required by OMB Circular A-133*, a reference to the Schedule of Expenditures of Federal Awards was erroneously omitted and is now included.

Sincerely,

A handwritten signature in black ink, appearing to read "Philip".

Philip W. Rebowe, CPA, CFE, CFSA, CCA  
Partner

Under provisions of state law, this report is a public document. A copy of the report has been submitted to the entity and other appropriate public officials. The report is available for public inspection at the Baton Rouge office of the Legislative Auditor and, where appropriate, at the office of the parish clerk of court.

Release Date MAR 12 2014

**ST. JOHN THE BAPTIST PARISH  
SCHOOL BOARD  
Reserve, Louisiana**

**REISSUE**

**Comprehensive Annual  
Financial Report**



**For the Fiscal Year Ended June 30, 2013**

Prepared by

**Mr. Felix K. Boughton**  
Executive Director of Finance

**ST. JOHN THE BAPTIST PARISH  
SCHOOL BOARD  
Reserve, Louisiana**

**Comprehensive Annual  
Financial Report**

**For the Fiscal Year Ended June 30, 2013**

Prepared by

**Mr. Felix K. Boughton**  
Executive Director of Finance

## TABLE OF CONTENTS

### Page

### INTRODUCTORY SECTION

List of Principal Officials .....	i
Letter of Transmittal .....	ii
Association of School Business Officials, International Certificate of Excellence in Financial Reporting .....	viii
Government Finance Officers Association of the United States and Canada Certificate of Achievement for Excellence in Financial Reporting .....	xi
Organizational Chart .....	x

### FINANCIAL SECTION

Independent Auditor's Report .....	1
<b>Required Supplementary Information - Part I</b>	
Management's Discussion and Analysis .....	4
<b>Basic Financial Statements:</b>	
Government-wide Financial Statements:	
Statement of Net Position .....	14
Statement of Activities .....	15
Fund Financial Statements:	
Governmental Funds:	
Balance Sheet .....	16
Reconciliation of the Governmental Funds Balance Sheet to the Statement of Net Position .....	18
Statement of Revenues, Expenditures, and Changes in Fund Balances .....	19

## TABLE OF CONTENTS (CONTINUED)

	<u>Page</u>
Reconciliation of the Governmental Funds Statement of Revenues, Expenditures, and Changes in Fund Balances to the Statement of Activities .....	21
Statement of Fiduciary Assets and Liabilities .....	22
Notes to the Financial Statements .....	23
 <b>Required Supplementary Information - Part II</b>	
Budgetary Comparison Schedules:.....	57
General Fund .....	58
Other Federal Program Special Revenue Fund .....	60
Notes to the Required Supplementary Information .....	61
Schedule of Funding Progress- Other Post Employment Benefits.....	62
 <b>Other Supplementary Information</b>	
Non-Major Funds:	
Non-Major Funds Descriptions .....	63
Non-Major Governmental Funds Combining Balance Sheet.....	64
Non-Major Governmental Funds Combining Statement of Revenues, Expenditures, and Changes in Fund Balances .....	65
Non-Major Special Revenue Fund Schedule of Revenues, Expenditures And Changes in Fund Balances - Lunch/Breakfast Special Revenue Fund.....	66
Non-Major Special Revenue Fund Schedule of Revenues, Expenditures And Changes in Fund Balances - Improving America's Schools Act (Title I) Fund .....	67
Fiduciary Fund Type - Agency Funds:	
Funds Description .....	68
Combining Statement of Fiduciary Assets and Liabilities .....	69

## **TABLE OF CONTENTS (CONTINUED)**

	<b><u>Page</u></b>
Combining Statement of Changes in Assets and Liabilities .....	70
Schedule of Changes in Deposit Balances Of Individual Schools - School Activity Agency Fund .....	71
Schedule of Compensation Paid to School Board Members.....	72

## **STATISTICAL SECTION (UNAUDITED)**

Statistical Section Descriptions .....	73
Net Position by Component .....	74
Changes in Net Position .....	75
Fund Balances of Governmental Funds .....	77
Changes in Funds Balances of Governmental Funds .....	78
Governmental Activities Tax Revenues by Source .....	79
Assessed Value and Estimated Actual Value of Taxable Property .....	80
Property Tax Rates – Direct and Overlapping Governments .....	81
Principal Property Taxpayers .....	82
Property Tax Levies and Collections .....	83
Sales Tax Revenues .....	84
Total Principal Sales Tax Payers by Amounts Remitted.....	85
Ratios of Outstanding Debt by Type .....	86
Ratios of General Bonded Debt Outstanding .....	87
Direct and Overlapping Governmental Activities Debt .....	88
Legal Debt Margin Information .....	89
Demographic and Economic Statistics .....	91
Principal Employers .....	92

## TABLE OF CONTENTS (CONTINUED)

	<u>Page</u>
Full-Time Equivalent District Employees by Function/Program .....	93
Operating Statistics .....	94
School Building Information .....	95
<b>Schedules Required by State Law (R.S. 24:514 Performance and Statistical Data)</b>	
Independent Accountant's Report on Applying Agreed-Upon Procedures .....	97
General Fund Instructional and Support Expenditures And Certain Local Revenue Sources .....	101
Education Levels of Public School Staff .....	102
Number and Type of Public Schools .....	103
Experience of Public Principals and Full-time Classroom Teachers .....	104
Public School Staff Data .....	105
Class Size Characteristics .....	106
Louisiana Educational Assessment Program (LEAP) .....	107
The Graduation Exit Exam .....	108
The iLEAP Tests .....	109

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## **INTRODUCTORY SECTION**

**ST. JOHN THE BAPTIST PARISH SCHOOL BOARD**  
**Reserve, Louisiana**

List of Principal Officials  
June 30, 2013

**BOARD OF EDUCATION**

Mr. Russell Jack	Member, District No. 1
Mr. Albert Burl, III	Member, District No. 2
Dr. Gerald J. Keller, Ph.D.	Member, District No. 3
Mr. Patrick H. Sanders	Member, District No. 4
Ms. Sherry DeFrancesch	Member, District No. 5
Mr. Keith Jones	Vice-President, District No. 6
Mr. Phillip Johnson	Member, District No. 7
Mr. Russ Wise	Member, District No. 8
Mr. Lowell Bacas	Member, District No. 9
Mr. Rodney B. Nicholas	Member, District No. 10
Mr. Clarence Triche	President, District No. 11

**CENTRAL ADMINISTRATION**

Mr. Kevin George	Superintendent of Schools
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**OFFICIAL PREPARING REPORT**

Mr. Felix K. Boughton	Executive Director of Finance
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# St. John the Baptist Parish School Board

## Making *A+* Difference: Accountability Assessment Achievement

Clarence Triche  
Board President

Keith Jones  
Vice-President

Kevin R. George  
Superintendent

### BOARD MEMBERS

**Russell Jack**

District No. 1  
P.O. Box 75  
Edgard, LA 70049  
985-497-8395

**Albert Burl, III**

District No. 2  
P.O. Box 593  
Garyville, LA 70051  
985-535-2969

**Gerald J. Keller, Ph.D.**

District No. 3  
P.O. Box 347  
Reserve, LA 70084  
985-536-6570

**Patrick H. Sanders**

District No. 4  
137 E. 31st Street  
Reserve, LA 70084  
985-536-4247

**Sherry DeFrancesch**

District No. 5  
28 Holly Drive  
LaPlace, LA 70068  
504-628-2934

**Keith Jones**

District No. 6  
P.O. Box 952  
LaPlace, LA 70069  
985-652-5170

**Phillip Johnson**

District No. 7  
1117 Cindair Loop  
LaPlace, LA 70068  
985-651-4290

**Russ Wise**

District No. 8  
2131 Marion Drive  
LaPlace, LA 70068  
985-652-7211

**Lowell Bacas**

District No. 9  
517 Parlange Loop  
LaPlace, LA 70068  
985-652-6882

**Rodney B. Nicholas, MAR**

District No. 10  
2063 Lafitte Drive  
LaPlace, LA 70068  
504-818-8499

**Clarence Triche**

District No. 11  
1614 Main Street  
LaPlace, LA 70068  
985-652-6193

December 17, 2013

Members, Board of Education

Citizens of St. John the Baptist Parish  
St. John the Baptist Parish School Board  
Reserve, Louisiana

The Comprehensive Annual Financial Report (CAFR) of the St. John the Baptist Parish School Board (School Board), Reserve, Louisiana for the fiscal year ended June 30, 2013 is presented herewith. The report was prepared by the School Board's Business Office. Responsibility for both the accuracy of the presented data and the completeness and fairness of the presentation, including all disclosures, rests with the management of the School Board. We believe the data, as presented, is accurate in all material respects; that it is presented in a manner designed to fairly set forth the financial position and results of operations of the School Board as measured by the financial activity of its various funds; and that all disclosures necessary to enable the reader to gain the maximum understanding of the School Board's financial affairs have been included.

### Reporting Standards

This report has been prepared following the guidelines recommended by the Government Finance Officers Association of the United States of America and Canada and the Association of School Board Officials. A Certificate of Achievement for Excellence in Financial Reporting is awarded by the Government Finance Officers Association to those governments whose financial reports are judged to conform substantially to high financial reporting standards. A Certificate of Excellence in Financial Reporting is awarded by the Association of School Board Officials International. Both of these evaluations include reporting in accordance with generally accepted accounting principles promulgated by the Governmental Accounting Standards Board.

The School Board is required to undergo an annual Single Audit in conformance with the provisions of the U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Information related to this Single Audit, including the Schedule of Expenditures of Federal Awards, findings and recommendations, and independent auditor's

reports on internal control and compliance, are included in a separately issued Single Audit report and is available upon request.

## **Management's Discussion and Analysis**

The Management's Discussion and Analysis on page 4 provides an overall review of the School Board's activities for the year ended June 30, 2013. Included in this analysis are discussions on budget variances and modifications and the financial condition of the School Board.

## **Reporting Entity**

This report includes all funds and accounts of the School Board. The School Board is a legislative body authorized to govern the public education system of St. John the Baptist Parish, Louisiana. The School Board provides a full range of public education services appropriate to grade levels ranging from pre-kindergarten through grade 12. The School Board operates 12 schools within the parish with a total enrollment of 6,083 pupils for the year ended June 30, 2013. Projected enrollment for the upcoming year is expected to approximate 6,100 pupils. The School Board is authorized to establish public schools as it deems necessary, to provide adequate school facilities, to determine the number of teachers to be employed and to determine the local supplement to their salaries. Accordingly, since the School Board members are elected by the public and have decision-making authority, the power to influence operations and primary accountability for financial matters, the School Board is not included in any other governmental reporting entity. Based on this criteria, the St. John the Baptist Parish School Board and all its individual schools constitute the School Board's reporting entity.

## **Services Provided**

The St. John the Baptist Parish School Board is a legislative body authorized to govern the public education system of the Parish of St. John the Baptist, Louisiana. It is the responsibility of the School Board to make public education available to the residents of St. John the Baptist Parish by providing various services, including instruction, instructional materials, instructional facilities, administrative support, business services, system operations, plant maintenance and bus transportation.

## **Structure, Local Economic Condition and Outlook**

The St. John the Baptist Parish School Board, established in 1876, is located in the southeastern part of Louisiana, which is a high industrial area for the state. The parish in which the School Board is located has a land area of 213 square miles and a population of 45,924. The School Board is empowered to levy a property tax on both real and personal property located within its boundaries. The School Board also levies a sales and use tax on the sale at retail, the use, the lease or rental, and the consumption of tangible personal property and upon sales of some services within its boundaries.

The School Board has operated under the board form of government. Policymaking is vested in the School Board, which consists of eleven members elected within their respective districts for a four-year term. The School Board is responsible, among other things, for passing local ordinances, adopting the budget, appointing committees, adhering to the Louisiana Board of Elementary and Secondary Education's requirements, and hiring the Superintendent and the

School Board's attorney. The Superintendent is responsible for carrying out the policies and ordinances of the School Board, for overseeing the day to day operations of the School Board, for informing the School Board of changes in the Louisiana Board of Elementary and Secondary Education requirements, and for making recommendations when these changes occur to ensure compliance.

The Parish has a manufacturing and industrial base on which the unemployment rate is somewhat dependent. The major industries with operations within the Parish consist mainly of oil and chemical manufacturers. The Parish also has a steel manufacturing company.

For age of the School Buildings see the Statistical Table 20 starting on page 95.

### **Major Initiatives and Major Operational/Financial Concerns**

The School Board has continued its parish-wide computer network called STEP (Schools Technology for Excellence Program). This program supplies all grade levels with computers. These computers allow all students to become computer literate while integrating technology into the curriculum.

The School Board operates two specialty centers: a Redirection Center and a Success Academy. The Redirection Center focuses on students with disciplinary problems. These students are removed from the regular school setting and placed at this Center where they receive stricter discipline and individual counseling. The Success Academy concentrates on students that are two or more grade levels behind their peers. This Academy allows these students to accelerate their advancement through the various grade levels. The School Board is considering phasing out the Success Academy.

Because of the increased emphasis on early childhood development, the School Board operates an early childhood center. This center focuses on 4-year old students through kindergarten and concentrates on developing skills that will aid these students throughout their scholastic career.

The State of Louisiana requires all fourth and eighth grade students to pass a standard test (LEAP Test) before they are allowed to advance to the next grade. The School Board offers an after school assistance program during the year for students having problems with the skills necessary to pass this test. In addition the School Board offers a mandatory Summer School Remediation Program for all students that do not pass this LEAP test. This summer program focuses strictly on teaching the skills necessary to pass the LEAP test. Students can re-take the LEAP test after completion of this summer program.

The School Board operates two magnet schools: The Garyville/Mt. Airy Magnet School and the John L. Ory Magnet School. The Garyville/Mt. Airy Magnet School specializes in the math and science areas and provides advanced curriculum in these areas. The John L. Ory Magnet School specializes in communication arts, with a curriculum rich in communication skills.

In order to develop better teachers, the Board operates "demonstration classrooms". These classrooms are operated on Saturdays with real students. Highly qualified and successful educators teach in these classrooms. Teachers throughout the district are required to attend and observe these demonstration classrooms throughout the year.

*For the Future:* The School Board faces significant financial challenges in the future. State revenues have declined and the future of state funding is uncertain. Because of Hurricane Isaac and the general economy, local revenues are fluctuating. In addition, retirement and health costs have increased significantly. There is no indication that these trends trend will reverse.

*Major Concerns:* The Board has several major financial concerns.

First and foremost is that the School Board had a material decrease in state revenues. Because state revenues account for approximately half of all general fund revenues, this has a material impact on the Board's financial condition.

On August 26, 2012, Hurricane Isaac caused extensive damage to East St. John High School and Lake Pontchartrain Elementary. Both of these schools were not used during the 2012-13 school year. Ongoing negotiations with FEMA are in progress to repair both schools. Settlements to repair both schools should be reached by February 20, 2014.

*Long Term Financial Planning:*

The administration has prepared a long term education and facility plan to guide the Board through the educational process for the next several years. The Board adopted this plan and is in the process of implementing its components.

## **FINANCIAL INFORMATION**

### **Internal Control**

The management of the St. John the Baptist Parish School Board is responsible for establishing and maintaining internal controls designed to ensure that the assets of the School Board are protected from loss, theft or misuse and to ensure that adequate accounting data are compiled to allow for the preparation of financial statements in conformity with generally accepted accounting principles. Internal controls are designed to provide reasonable, but not absolute, assurance that these objectives are met. The concept of reasonable assurance recognizes that: the cost of a control should not exceed the benefits likely to be derived; and the valuation costs and benefits require estimates and judgments by management.

## **Single Audit**

As a recipient of federal, state and local financial assistance, the School Board is also responsible for ensuring that adequate internal control is in place to ensure and document compliance with applicable laws and regulations related to these programs. The internal control structure is subject to periodic evaluation by management.

As part of the School Board's Single Audit, tests are made of the School Board's internal control and of its compliance with applicable laws and regulations, including those related to federal award programs. The results of the audit for the year ended June 30, 2013, two material internal control weaknesses and two violations of laws and regulations.

## **Budgetary Controls**

In addition, the School Board maintains budgetary controls. The objective of these controls is to ensure compliance with legal provisions embodied in the annual appropriated budget, and all subsequent amendments, approved by the School Board. Activities of the General Fund and Special Revenue Funds are included in the annual appropriated budget. Project-length budgets are prepared for the Capital Projects Funds. Budgetary control is maintained at the fund level. Variances with the budget at this level, as well as line item levels, are reported to the School Board's management monthly. The School Board also maintains an encumbrance accounting system for the General Fund as one technique of accomplishing budgetary control.

## **Debt Administration**

The School Board's general obligation bonds and revenue bonds are rated by Moody's bond rating service and Standard & Poor's rating service. The latest rating by Standard & Poor's given in September 2011 was an AA+.

## **Independent Audit**

As required by Louisiana State Statute, the School Board has had an annual audit by independent certified public accountants, Carr, Riggs & Ingram, LLC. The independent auditor's report on the basic financial statements has an unqualified opinion. The audit meets the requirements of Louisiana State Law and the Single Audit Act of 1996 and related OMB Circular A-133. The independent auditor's report on the basic financial statements is included in the financial section of this report; the Single Audit reports are included in a separately issued document.

## **Awards**

The Association of School Business Officials (ASBO) awarded a Certificate of Excellence in Financial Reporting to the St. John the Baptist School Board for its comprehensive annual financial report for the year ended June 30, 2012. This was the School Board's thirteenth year to receive this prestigious award for its report. The School Board also submitted its June 30, 2012 comprehensive annual financial report to the Government Finance Officers Association of the United States and Canada (GFOA) and was awarded the GFOA's Certificate of Achievement for Excellence in Financial Reporting for the eleventh year.

In order to be awarded a Certificate of Excellence and Certificate of Achievement, the School Board published an easily readable and organized comprehensive annual financial report. This report satisfied both generally accepted accounting principles and applicable legal requirements.

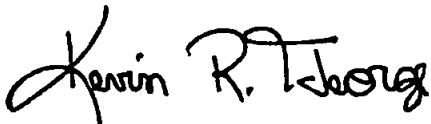
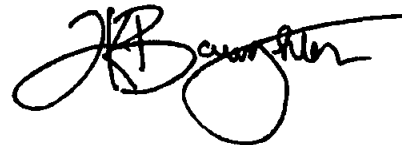
Both the Certificate of Excellence and Certificate of Achievement are valid for a period of one year only. We believe that our current comprehensive annual financial report continues to meet the Program requirements of both organizations and we are submitting it to the ASBO and GFOA to determine its eligibility for each of the certificates.

### **Acknowledgments**

We believe that this report contains the necessary information and data, which will provide a better understanding of the operations of our school system. It is further hoped that this report has been designed in a manner to be used as an administrative tool and general source of information so as to enhance our accountability to the public.

We would like to take this opportunity to express our sincere appreciation to the accounting staff and other participating employees whose efforts contributed significantly in the timely preparation of this report.

Respectfully submitted,

Handwritten signature of Kevin R. Thong in cursive script.Handwritten signature of J. B. Baughman in cursive script.



# Association of School Business Officials International

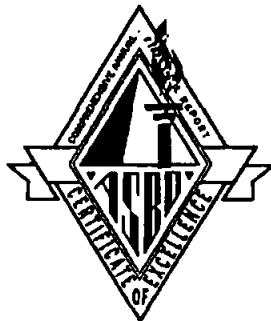


*The Certificate of Excellence in Financial Reporting Award  
is presented to*

## **St. John the Baptist Parish School Board**

*For Its Comprehensive Annual Financial Report (CAFR)  
For the Fiscal Year Ended June 30, 2012*

The CAFR has been reviewed and met or exceeded  
ASBO International's Certificate of Excellence standards



Ron McCulley, CPPB, RSBO  
President

John D. Musso, CAE, RSBA  
Executive Director



Government Finance Officers Association

**Certificate of  
Achievement  
for Excellence  
in Financial  
Reporting**

Presented to

**St. John the Baptist Parish  
School Board, Louisiana**

For its Comprehensive Annual  
Financial Report  
for the Fiscal Year Ended

**June 30, 2012**

Executive Director/CEO

# St. John the Baptist Parish School Board

## Organizational Chart

### 2012-2013

Revised: 8/8/12

#### School Board

**Superintendent**  
**Herbert Smith**

Exec. Director of  
Curr./Inst./Assess.

**Heidi Trosclair**

Exec. Director of  
Bus. & Fin.

**Felix Boughton**

**Director of Human  
Resources**

Leigh Ann Beard, Ph.D.

**Director of  
Child Nutrition**  
Lorraine Jackson

**Director of Safe &  
Drug Free Sch./CWA**  
Elton Oubre

**Director of Special  
Education**  
Stacy Spies, Ph.D.

**IEP Coordinator**  
Bridget Alvarez

**PAS Coordinator**  
Giselle Jones

**Sp.Ed. Prog. Coord.**  
Cindy Owens

**Coord. of Compl. & Dis.**  
Darleen Welsh, Ph.D.

**Nurses**

**Main./Cust./Trans.  
Supervisor/Purchasing  
Agent**  
Peter Montz

**Supervisor of  
Transportation**  
Orlando Watkins

**Coordinator of  
Maintenance**  
Jessie Oubre

**Coordinator of Exter.  
Prog. of Finance**  
Ida Holmes

**Coord. of PreK and Child  
Development Center**  
Ondena Farlough

**CTE Master  
Teacher**  
Shannon Smith

**Technology Master  
Teacher**  
Tanya Faucheux

**Media Consultant**  
Jennifer Boquet

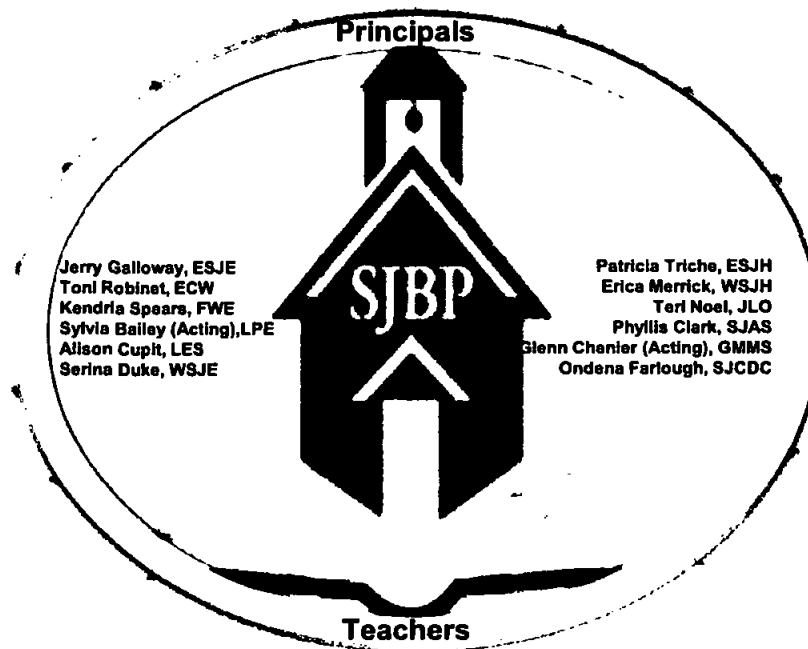
**Title II Coordinator of  
Instruction/Prof. Dev.**  
Lanette Perrin

**Coord. of Information  
Technology Services**  
Bob Bourgeois

**Coordinator of Educational  
Technology**  
Bonnie Dinvaute-Irving

**Coordinator of Federal  
& State Programs**  
Page Eschette

**Coordinator of Testing &  
Stud. Info. Sys.**  
Danny Hymel



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## **FINANCIAL SECTION**

## **INDEPENDENT AUDITOR'S REPORT**

Members of the  
**St. John the Baptist Parish School Board**  
Reserve, Louisiana

We have audited the accompanying financial statements of the governmental activities, each major fund, the fiduciary funds, and the aggregate remaining fund information of the St. John the Baptist Parish School Board (the "School Board"), as of and for the year ended June 30, 2013, and the related notes to the financial statements, which collectively comprise the School Board's basic financial statements, as listed in the table of contents.

### **Management's Responsibility for the Financial Statements**

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

### **Auditor's Responsibility**

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the School Board's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the School Board's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness

of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

## **Opinions**

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, the fiduciary funds, and the aggregate remaining fund information of the School Board as of June 30, 2013, and the respective changes in financial position for the year then ended in conformity with accounting principles generally accepted in the United States of America.

## **Other Matters**

### *Required Supplementary Information*

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, budgetary comparison information, schedule of funding progress on pages 5 through 13, 57 through 61, and 62 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

### *Other Information*

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the School Board's basic financial statements. The introductory section, combining and individual nonmajor fund financial statements, and statistical section, are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The combining and individual non-major fund financial statements, nonmajor funds budgetary comparison schedules, the combining fiduciary fund financial statements and schedule of changes in deposit balances, and schedule of compensation to board members are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the financial statements. Such information has been

subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated, in all material respects in relation to the basic financial statements taken as a whole.

The introductory and statistical sections have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we express no opinion on them.

### **Emphasis of Matter**

As discussed in Note 19 to the financial statements, certain errors resulting in understatement of previously reported sales tax receivable, capital assets, and compensated absences and the overstatement of general liability and workers compensation claims as of June 30, 2012, were discovered by management of the School Board during the current year. Accordingly, an adjustment of \$2,349,177 was made to the beginning net position of governmental activities and an adjustment of \$2,499,256 was made to beginning fund balance in the General Fund and \$261,582 to the Non-Major Funds.

### **Our Reporting Required by Government Auditing Standards**

In accordance with *Government Auditing Standards*, we have also issued out report dated December 17, 2013, on our consideration of the School Board's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the School Board's internal control over financial reporting and compliance.

*Carr, Riggs & Ingram, LLC*

December 17, 2013



**REQUIRED SUPPLEMENTARY INFORMATION**

**PART I**

**ST. JOHN THE BAPTIST PARISH SCHOOL BOARD  
MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)  
JUNE 30, 2013**

The Management's Discussion and Analysis (MD&A) of the St. John the Baptist Parish School Board ("School Board") financial performance provides an overall review and an objective, easily readable analysis of the School Board's financial activities for the fiscal year ended June 30, 2013. The intent of the MD&A is to review the School Board's overall financial performance and to assist readers in assessing the financial position as a result of the year's operations. Therefore, readers should read the MD&A in conjunction with the Comprehensive Annual Financial Report's (CAFR) Letter of Transmittal (Page ii) of the Introductory Section in the School Board's Financial Statements, and the Notes to the Financial Statements.

The MD&A is an element of the Required Supplementary Information specified in the Governmental Accounting Standards Board's (GASB) Statement No. 34 - *Basic Financial Statements - and Management's Discussion and Analysis - for State and Local Governments*. Certain comparative information between the current year and the prior year is required to be presented in the Management's Discussion and Analysis to provide a more meaningful comparative analysis of the governmental data.

#### FINANCIAL HIGHLIGHTS

Key financial highlights for the years ending June 30, 2013 and 2012 include the following:

Net position amounted to \$13,870,778 and \$21,711,750 (as restated) for the years ended June 30, 2013 and 2012, respectively. The net amounts were composed of the following elements:

	<u>Net Position</u>	
	<u>2013</u>	<u>2012</u>
		(as restated)
Invested in capital assets, net of related debt	\$ 255,998	\$ 15,631,656
Restricted for:		
Debt Service	2,957,830	2,079,955
Unrestricted	<u>10,656,950</u>	<u>4,000,139</u>
Total Net Position	<u>\$ 13,870,778</u>	<u>\$ 21,711,750</u>

Net position decreased from July 1, 2012 to June 30, 2013 by \$7,840,972. Although there are many factors that make up this decrease, the largest factor relates to the impairment of assets from Hurricane Isaac which had a net effect of \$5,567,686. As well as a large FEMA receivable at year end associated with the reimbursements for Hurricane Isaac recovery expenses.

The amount "Invested in capital assets, net of related debt," represents the School Board's net book value of its capital assets net of the current balances of debt incurred to acquire the capital assets. It is the accumulation of years of investments in capital projects. The net position

**ST. JOHN THE BAPTIST PARISH SCHOOL BOARD**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED) (CONTINUED)**  
**JUNE 30, 2013**

restricted for debt service represents accumulation of excess revenues over bond payments and can only be used for the retirement of debt.

As of June 30, 2013 and 2012, total assets amounted to \$115,401,393 and \$110,979,341 (as restated), respectively, as listed below:

	<u>2013</u>	<u>2012</u> (as restated)
Cash and cash equivalents	\$ 28,150,553	\$ 15,770,299
Investments	5,406,152	9,583,219
Due from other governments	5,566,799	2,925,748
Other receivables	2,100,874	1,811,455
Inventory	77,239	88,928
Other assets	896,540	798,412
Deferred financing costs	462,238	406,624
Capital assets (net of accumulated depreciation)	<u>72,740,998</u>	<u>79,594,656</u>
<b>TOTAL ASSETS</b>	<b><u>\$ 115,401,393</u></b>	<b><u>\$ 110,979,341</u></b>

The School Board has maintained strong cash and investment positions. Throughout the year, funds are continually transferred between cash and investments to maximize investment earnings. The account due from other governments represents federal and state grant monies due at year end. Capital assets represent the investment in capital projects, net of accumulated depreciation, over the history of the School Board.

As of June 30, 2013 and 2012, total liabilities amounted to \$101,530,615 and \$89,277,014 (as restated), respectively, as listed below:

	<u>2013</u>	<u>2012</u> (as restated)
Accounts, salaries, and other payables	\$ 11,115,291	\$ 10,777,154
Unearned revenue	-	13,830
Interest payable	801,357	232,601
Non-current liabilities due within one year	5,290,121	4,506,497
Non-current liabilities due in more than one year	<u>84,323,846</u>	<u>73,746,932</u>
<b>TOTAL LIABILITIES</b>	<b><u>\$101,530,615</u></b>	<b><u>\$ 89,277,014</u></b>

Accounts, salaries, and other payables represent normal year end payables and the accrued summer payroll. Non-current liabilities due within one year represent the current portion due of the bonded debt. Non-current liabilities due in more than one year represent the long term portion of bonded debt.

**ST. JOHN THE BAPTIST PARISH SCHOOL BOARD  
MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED) (CONTINUED)  
JUNE 30, 2013**

As of June 30, 2013 and 2012, total revenues amounted to \$90,121,703 and \$76,597,394 (as restated), respectively, as listed below:

	<u>2013</u>	<u>2012</u> (as restated)
General Revenues:		
Minimum Foundation Program	\$ 29,366,639	\$ 26,564,593
Sales Taxes	22,626,757	21,693,456
Ad Valorem Taxes	15,841,339	14,351,756
All Other Sources	5,045,796	815,079
Program Revenues:		
Federal Grants	16,399,713	11,056,255
Other State and Local Grants	725,931	1,902,108
Charges for services	<u>115,528</u>	<u>214,147</u>
<b>TOTAL REVENUES</b>	<b><u>\$ 90,121,703</u></b>	<b><u>\$ 76,597,394</u></b>

The largest single revenue source continues to be the Minimum Foundation Program (MFP) distribution from the State of Louisiana, amounting to \$29,366,639. This MFP formula establishes a standard of local support for each school system based on the state average local support relative to the school system's capacity to raise local funds.

Grant revenue decreased by approximately \$4,167,281 from the prior year. Title I, FEMA and School Lunch are the largest federally funded programs with \$3,181,011, \$5,803,743 and \$3,338,481 in grant revenue, respectively.

As of June 30, 2013 and 2012, total expenses amounted to \$92,394,989 and \$78,942,493 (as restated), respectively, as listed below:

	<u>2013</u>	<u>2012</u> (as restated)
Instruction related expenses	\$ 48,171,996	\$ 46,860,277
Support services	41,482,224	30,356,592
Interest on debt	<u>2,740,769</u>	<u>1,725,624</u>
<b>TOTAL EXPENSES</b>	<b><u>\$ 92,394,989</u></b>	<b><u>\$ 78,942,493</u></b>

Expenses have increased in current year due to the continued increases in health insurance, salaries and retirement. In addition, the increase in expenses is also attributable to Hurricane Isaac recovery.

**ST. JOHN THE BAPTIST PARISH SCHOOL BOARD**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED) (CONTINUED)**  
**JUNE 30, 2013**

Table I provides a detail of the changes in net position for the years ended June 30, 2013 and 2012.

Table I Changes in Net Position		
	<u>2013</u>	<u>2012</u> (as restated)
Revenues:		
Program revenues:		
Charges for services	\$ 115,528	\$ 214,147
Operating grants and contributions	17,125,644	12,958,363
General Revenues:		
Property taxes, levied for general purposes	11,930,772	10,813,054
Property taxes, levied for debt service	3,910,567	3,538,702
Sales and use taxes, levied for general purposes	19,273,087	18,736,055
Sales and use taxes, levied for public improvement	3,353,670	2,957,401
State revenue sharing	196,023	198,953
Minimum Foundation Program	29,366,639	26,564,593
Other	4,748,698	541,827
Interest and investment earnings	<u>101,075</u>	<u>74,299</u>
Total revenues	<u>90,121,703</u>	<u>76,597,394</u>
Expenses:		
General government		
Instruction:		
Regular programs	27,858,255	25,764,373
Special programs	11,053,894	11,475,394
Vocational programs	1,710,980	1,740,864
All other programs	7,548,867	7,870,223
Support services:		
Student services	5,140,289	5,031,015
Instructional staff support	953,359	953,192
General administration	1,872,021	2,017,136
School administration	5,438,208	4,952,518
Business services	767,269	738,062
Plant services	17,857,258	7,488,383
Student transportation services	4,810,170	4,350,390
Central services	949,987	953,899
Food services	3,693,663	3,871,997
Interest on long-term debt	2,740,769	1,725,624
Loss on impaired assets	<u>5,567,686</u>	<u>-</u>
Total expenses	<u>97,962,675</u>	<u>78,933,070</u>
Increase (Decrease) in net position	(7,840,972)	(2,335,676)
Net position - Beginning	<u>21,711,750</u>	<u>24,047,426</u>
Net position - Ending	<u>\$ 13,870,778</u>	<u>\$ 21,711,750</u>

**ST. JOHN THE BAPTIST PARISH SCHOOL BOARD  
MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED) (CONTINUED)  
JUNE 30, 2013**

**USING THE COMPREHENSIVE ANNUAL FINANCIAL REPORT (CAFR)**

The School Board's CAFR consists of a series of financial statements and the associated notes to those statements. These statements are organized so the reader can understand the operations of the School Board as a financial whole, i.e., an entire operating entity, its funds, and its fiduciary responsibilities. The "Basic Financial Statements" Section, consisting of the Statement of Net Position and the Statement of Activities (pages 14 and 15) provide highly consolidated financial information, and render a government-wide perspective of the School Board's financial condition. The Fund Financial Statements (pages 16-17 and 19-20) provide the next level of detail and look at the School Board's most significant funds and a total of all other nonmajor funds.

**Reporting the School Board as a Whole**

*Statement of Net Position and the Statement of Activities*

The Statement of Net Position and the Statement of Activities present an aggregate view of the School Board's finances and a longer-term view of those finances. These statements seek to answer the question, "How did the School Board do financially during the 2012-2013 fiscal year?" These statements include *all assets and liabilities* using the *accrual basis* of accounting used by most private-sector enterprises. The *accrual basis* takes into account all of the Board's current year revenues and expenses regardless of when paid or received.

These two statements report the School Board's net position and changes in those assets. By showing the change in net position for the year, the reader may ascertain whether the School Board's financial condition has improved or deteriorated. The causes of the change may be the result of many factors, both financial and non-financial in nature. Non-financial factors which may have an impact on the School Board's financial condition include the School Board's property and sales tax base, student enrollment, facility conditions, required educational programs for which little or no funding is provided, or other external factors.

**Reporting the School Board's Most Significant Funds**

*Fund Financial Statements*

The analysis of the School Board's major funds begins on page 16. Fund Financial Statements provide more in-depth reporting of the School Board's financial position and the results of operations. Fund basis financial information is presented in the "Fund Financial Statements" Section. The School Board uses many funds to account for the numerous funding sources provided annually. However, the Fund Financial Statements look at the School Board's most significant funds with all non-major funds presented in total in one column. These statements report governmental activities on a more current basis rather than a long-term basis, indicating sources and uses of funding and resources available for spending in future periods.

**ST. JOHN THE BAPTIST PARISH SCHOOL BOARD  
MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED) (CONTINUED)  
JUNE 30, 2013**

Fund Financial Statements provide more in-depth data on the School Board's most significant funds, such as its General Fund. This fund is considered a "major fund" under criteria established by GASB Statement No. 34. The Other Federal Programs Fund, Capital Projects III Fund, and Sinking III Fund are major funds, because of the School Board's focus on their operations.

*Governmental Funds* - Most of the School Board's activities are reported in governmental funds, which focus on how money flows in and out of those funds, the balances that are left at year-end and the amount available for spending in future periods.

These funds are reported using the modified accrual basis of accounting, which measures cash and all other financial assets that can readily be converted to cash.

The relationship between governmental activities reported in the Basic Financial Statements and the governmental funds reported in the Fund Financial Statements are reconciled in the financial statements.

*Statement of Fiduciary Net Assets* - This statement presents financial information relative to assets held by the School Board on behalf of students and others in a position of trust.

#### **Governmental Activities**

As described in Note 1 to the financial statements, the School Board adopted the provisions of GASB Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions* for the year ending June 30, 2011.

As reported in the Statement of Activities on page 15, the cost of the School Board's governmental activities for the year ended June 30, 2013 was \$92,394,989. The Statement of Activities shows the cost of program services and the charges and grants offsetting some of those services. Grants and contributions of \$17,125,644 subsidized certain programs, and charges for services for school lunches were the only contributor of charges for services totaling \$115,528. The remaining amount was financed by the taxpayers in the parish through ad valorem and sales and use taxes totaling \$38,468,096 and \$196,023 in State Revenue Sharing. The Minimum Foundation Program (MFP) from the State of Louisiana funded \$29,366,639 and other general revenues contributed the remainder. In Table II, which follows, the cost of the School Board's largest categories of expenses are presented as well as each program's net cost (total cost less revenues generated by the activities). This "net cost" presentation allows the Parish taxpayers to determine the remaining cost of the various categories, and also allows them the opportunity to assess the cost of each function in comparison to the benefits they believe are provided by the function. The net cost also reflects the amount needed to finance these functions from general sources such as taxes and MFP.

**ST. JOHN THE BAPTIST PARISH SCHOOL BOARD  
MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED) (CONTINUED)  
JUNE 30, 2013**

Table II  
Total and Net Cost of Governmental Activities

	<u>Total Cost of Services</u>	<u>Net Cost of Services</u>
<b>Governmental activities:</b>		
<b>Instruction:</b>		
Regular programs	\$ 27,858,255	\$(27,858,255)
Special programs	11,053,894	(8,864,160)
Vocational programs	1,710,980	(1,601,775)
All other programs	7,548,867	3,795,439
<b>Support services:</b>		
Student services	5,140,289	(5,140,289)
Instructional staff support	953,359	(953,359)
General administration	1,872,021	(1,752,293)
School administration	5,438,208	(5,438,208)
Business services	767,269	(767,269)
Plant services	17,857,258	(17,857,258)
Student transportation services	4,810,170	(4,797,980)
Central services	949,987	(949,987)
Food services	3,693,663	(227,654)
Interest on long-term debt	<u>2,740,769</u>	<u>(2,740,769)</u>
<b>Total Governmental Activities</b>	<u><b>\$ 92,394,989</b></u>	<u><b>\$(75,153,817)</b></u>

**The School Board's Funds**

The School Board uses funds to control and permit measurement in the short term of the revenues and expenditures of a particular activity or purpose (e.g., dedicated taxes and grant programs). The Fund Financial Statements allow the School Board to demonstrate its stewardship over and accountability for resources provided by taxpayers and other entities. These statements also allow the reader to obtain more insight into the financial management of the School Board and assess further the School Board's overall financial stability.



**ST. JOHN THE BAPTIST PARISH SCHOOL BOARD  
MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED) (CONTINUED)  
JUNE 30, 2013**

As the School Board completed the fiscal year ended June 30, 2013, its combined fund balance was \$30,908,007 as compared to a combined fund balance of \$19,913,997 (as restated) as of June 30, 2013.

- The General Fund is the chief operation fund of the School Board. At the end of the current fiscal year, fund balance of the General Fund was \$9,630,027 compared with \$7,004,923 (as restated) in the 2012 fiscal year. The majority of this increase was due to an increase in interfund receivables. The interfund receivable is money owed to the General Fund from other funds until the payable fund receives the reimbursement monies from the governmental agencies.
- Total revenues of the Other Federal Programs Fund were \$9,469,783 and \$3,864,574 for the fiscal years ending June 30, 2013 and 2012 respectively. The revenues are federally funded and are expenditure driven. The increase of 5,605,209, is mainly related to the tracking of the FEMA expenses and related revenue of \$5,803,743.
- The Capital Projects III Fund is used to account for bond proceeds used to construct and rehabilitate schools. At the end of the current fiscal year, fund balance of the Capital Projects II Fund was \$10,481,921 compared with \$2,282,290 in the 2012 fiscal year. The majority of this increase is related to the cash on-hand from the issuance of new debt.
- The Sinking III Fund is used to account for ad valorem tax revenue dedicated to the repayment of principal and interest on outstanding debt. At the end of the current fiscal year, fund balance of the Sinking III Fund was \$9,072,276 compared with \$8,854,617 in the 2012 fiscal year.

**General Fund Budgetary Highlights**

The School Board's budget is prepared according to Louisiana law. During the course of the year, the School Board revises its budget to take into consideration significant changes in revenues or expenditures. Louisiana Revised Statute 39:1311 requires a budget amendment if either expected revenues are less or anticipated expenditures are in excess of budgetary goals by five percent (5%) or more. The original budget for the School Board was adopted on June 7, 2012 and the final revised budget was adopted on June 20, 2013.

A schedule showing the School Board's original and final budget compared with actual operating results is provided in this CAFR beginning on page 57. Revenues are forecast conservatively and expenditures are budgeted in anticipation of all possible costs and projects. The General Fund's actual revenues were less than projected revenues by \$112,776. Total expenditures were less than projected by \$2,105,016.

**ST. JOHN THE BAPTIST PARISH SCHOOL BOARD  
MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED) (CONTINUED)  
JUNE 30, 2013**

A comparison of actual results as of June 30, 2013 and the original budget for the General Fund are as follows:

Table III  
Original Budget Comparison  
June 30, 2013

	Original Budget	Actual	Difference
Total Revenues	\$ 61,029,322	\$ 66,603,576	\$ 5,574,254
Total Expenditures	(63,554,935)	(67,338,294)	(3,783,359)
Other Financing Sources	2,077,615	3,359,822	1,282,207
Net Change in Fund Balance	<u>\$ (447,998)</u>	<u>\$ 2,625,104</u>	<u>\$ 3,073,102</u>

Significant variations between the original budget and the final amended budget are as follows:

Table IV  
Original and Final Amended Budget Comparison  
June 30, 2013

	Original Budget	Final Budget	Difference
Total Revenues	\$ 61,029,322	\$ 66,490,800	\$ 5,461,478
Total Expenditures	(63,554,935)	(69,443,310)	(5,888,375)
Other Financing Sources	2,077,615	2,368,060	290,445
Net Change in Fund Balance	<u>\$ (447,998)</u>	<u>\$ (584,450)</u>	<u>\$ (136,452)</u>

**Capital Asset and Debt Administration**

*Capital Assets*

At June 30, 2013, the School Board had approximately \$72.8 million invested in a broad range of capital assets, including land, buildings, furniture, vehicles, computers, and other equipment. This amount is net of accumulated depreciation to date. Table V below shows the net book value of capital assets at the end of 2013.

Table V  
Capital Assets

	June 30, 2013	June 30, 2012 (as restated)
Land	\$ 3,425,339	\$ 3,425,339
Buildings	68,164,720	60,300,690
Furniture and Equipment	1,150,939	1,377,797
Construction in Progress	-	14,490,830
Totals	<u>\$ 72,740,998</u>	<u>\$ 79,594,656</u>

**ST. JOHN THE BAPTIST PARISH SCHOOL BOARD  
MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED) (CONTINUED)  
JUNE 30, 2013**

During the current year, additions of \$18,071,508 of fixed assets were capitalized, \$319,201 were disposed and \$10,370,746 was determined to be impaired due to Hurricane Isaac. Depreciation for the year ended June 30, 2013 was \$4,423,256 for buildings and improvements and \$389,394 for furniture and equipment. More detailed information on capital assets is included in Note 5 on page 39 of the basic financial statements.

*Long-Term Debt*

At June 30, 2013, the School Board had outstanding indebtedness of \$72,485,000. In accordance with LSA-R.S.39:562 (L), the School Board is legally restricted from incurring long-term bonded debt in excess of 35 percent of the assessed value of the taxable property (including homestead exempt and nonexempt property) within the parish. At June 30, 2013, the statutory limit was \$173,255,384. Other long-term obligations consisting of accrued sick and annual leave and other post-employment benefits totaled \$15,958,412 at June 30, 2013. More detailed information on long term obligations and debt is included in Note 8 on page 41 of the basic financial statements.

**NEW REPORTING STANDARD**

In June 2012, the Governmental Accounting Standards Board ("GASB") issued Statement No. 67, Accounting and Financial Reporting for Pensions. GASB No. 67 establishes standards for measuring and recognizing liabilities associated with pension plans of employer governments. This accounting standard is effective for the School Board's financial statements for the year ended June 30, 2014. The School System has not yet determined the impact that adoption of GASB 67 will have on its government wide financial statements.

**ECONOMIC FACTORS AND NEXT YEAR'S BUDGET**

The financial well being of the School Board is tied in large measure to the state funding formula and the tax base. The School Board has experienced several years of increased sales tax collections, due to significant growth in local retail sales and industrial activity over the same time period. This growth may not continue.

**CONTACTING THE SCHOOL BOARD'S FINANCIAL MANAGEMENT**

While this CAFR is designed to provide full and complete disclosure of the financial condition and operations of the School Board, citizens groups, taxpayers, parents, students, other parish officials, investors or creditors may need further details. To obtain such details, please contact St. John the Baptist Parish School Board, Post Office Box AL, Reserve, LA 70068, or call (985) 536-1106 during regular office hours, Monday through Friday, 8:00 a.m. to 4:30 p.m., Central Standard Time, or e-mail at [Fboughton@stjohn.k12.la.us](mailto:Fboughton@stjohn.k12.la.us).

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## **BASIC FINANCIAL STATEMENTS**

**ST. JOHN THE BAPTIST PARISH SCHOOL BOARD**  
**STATEMENT OF NET POSITION**  
**June 30, 2013**

	<u>Governmental Activities</u>
<b>ASSETS</b>	
Cash and cash equivalents	\$ 28,150,553
Investments	5,406,152
Due from other governments	5,566,799
Other receivables	2,100,874
Inventory	77,239
Other assets	896,540
Deferred financing costs	462,238
Capital assets not being depreciated	3,425,339
Capital assets being depreciated, net	<u>69,315,659</u>
<b>TOTAL ASSETS</b>	<u><b>115,401,393</b></u>
<b>LIABILITIES</b>	
Accounts, salaries, and other payables	11,115,291
Interest payable	801,357
Claims payable	
Due within one year	174,859
Due in more than one year	738,893
Compensated absences	
Due within one year	2,085,262
Due in more than one year	726,550
Non-current liabilities:	
Due within one year	3,030,000
Due in more than one year	<u>82,858,403</u>
<b>Total Liabilities</b>	<u><b>101,530,615</b></u>
<b>NET POSITION</b>	
Invested in capital assets, net of related debt	255,998
Restricted for:	
Debt service	2,957,830
Unrestricted	<u>10,656,950</u>
<b>TOTAL NET POSITION</b>	<u><u><b>\$ 13,870,778</b></u></u>

The notes to the basic financial statements are an integral part of this statement.

**ST. JOHN THE BAPTIST PARISH SCHOOL BOARD**  
**STATEMENT OF ACTIVITIES**  
**For the Year Ended June 30, 2013**

FUNCTIONS/PROGRAMS	Expenses	Program Revenues		Net (Expense)
		Charges for Services	Operating Grants and Contributions	Revenue And Changes In Net Assets
Governmental activities:				
Instruction:				
Regular programs	\$ 27,858,255	\$ -	\$ -	\$ (27,858,255)
Special programs	11,053,894	-	2,189,734	(8,864,160)
Vocational programs	1,710,980	-	109,205	(1,601,775)
All other programs	7,548,867	-	11,344,306	3,795,439
Support services:				
Student services	5,140,289	-	-	(5,140,289)
Instructional staff support	953,359	-	-	(953,359)
General administration	1,872,021	-	119,728	(1,752,293)
School administration	5,438,208	-	-	(5,438,208)
Business services	767,269	-	-	(767,269)
Plant services	17,857,258	-	-	(17,857,258)
Student transportation services	4,810,170	-	12,190	(4,797,980)
Central services	949,987	-	-	(949,987)
Food services	3,693,663	115,528	3,350,481	(227,654)
Community service programs	-	-	-	-
Interest on long-term debt	2,740,769	-	-	(2,740,769)
Total Governmental Activities	\$ 92,394,989	\$ 115,528	\$ 17,125,644	\$ (75,153,817)

**General Revenues:**

**Taxes:**

Property taxes, levied for general purposes	\$ 11,930,772
Property taxes, levied for debt service	3,910,567
Sales and use taxes, levied for general purposes	19,273,087
Sales and use taxes, levied for public improvement	3,353,670

**Grants and contributions not restricted to specific purposes:**

Minimum Foundation Program	29,366,639
Other	4,748,698
State revenue sharing, general purpose	196,023
Interest and investment earnings	101,075
Loss on impaired assets	(5,567,686)

**Total general revenues**

**67,312,845**

**Change in net position**

**(7,840,972)**

**Net position - beginning**

**19,362,573**

**Prior period adjustment**

**2,349,177**

**Net position - beginning (as restated)**

**21,711,750**

**Net position - ending**

**\$ 13,870,778**

The notes to the basic financial statements are an integral part of this statement.

**ST. JOHN THE BAPTIST PARISH SCHOOL BOARD**  
**GOVERNMENTAL FUNDS**  
**BALANCE SHEET**  
**June 30, 2013**

	General Fund	Other Federal Programs Fund
<b>ASSETS</b>		
Cash and cash equivalents	\$ 8,012,427	\$ 601,218
Investments	275,000	-
Interfund receivables	10,595,737	-
Due from other governments	112,577	4,408,177
Other receivables	1,823,612	-
Inventory	-	-
Other assets	896,540	-
<b>TOTAL ASSETS</b>	<b>\$ 21,715,893</b>	<b>\$ 5,009,395</b>
<b>LIABILITIES AND FUND BALANCES</b>		
<b>Liabilities:</b>		
<b>Accrued Liabilities:</b>		
Accounts, salaries, and other payables	\$ 9,868,599	\$ 479,986
General liability	20,546	-
Workers compensation liability	75,258	-
Interfund payables	2,121,463	4,529,409
<b>Total Liabilities</b>	<b>12,085,866</b>	<b>5,009,395</b>
<b>Fund balances:</b>		
Nonspendable	896,540	-
Restricted	-	-
Committed	275,000	-
Assigned	2,502,945	-
Unassigned	5,955,542	-
<b>Total Fund Balances</b>	<b>9,630,027</b>	<b>-</b>
<b>TOTAL LIABILITIES AND FUND BALANCES</b>	<b>\$ 21,715,893</b>	<b>\$ 5,009,395</b>

The notes to the basic financial statements are an integral part of this statement.



Capital Projects III Fund	Sinking III Fund	Other Governmental Funds	TOTAL
\$ 11,477,748	\$ 3,979,832	\$ 4,079,328	\$ 28,150,553
-	5,131,152	-	5,406,152
2,121,463	-	-	12,717,200
-	-	1,046,045	5,566,799
-	267	276,995	2,100,874
-	-	77,239	77,239
-	-	-	896,540
<u>\$ 13,599,211</u>	<u>\$ 9,111,251</u>	<u>\$ 5,479,607</u>	<u>\$ 54,915,357</u>
\$ 193,378	\$ 38,975	\$ 534,353	\$ 11,115,291
-	-	-	20,546
-	-	79,055	154,313
2,923,912	-	3,142,416	12,717,200
<u>3,117,290</u>	<u>38,975</u>	<u>3,755,824</u>	<u>24,007,350</u>
-	-	77,239	973,779
-	2,639,582	318,248	2,957,830
-	-	-	275,000
10,481,921	6,432,694	1,328,296	20,745,856
-	-	-	5,955,542
<u>10,481,921</u>	<u>9,072,276</u>	<u>1,723,783</u>	<u>30,908,007</u>
<u>\$ 13,599,211</u>	<u>\$ 9,111,251</u>	<u>\$ 5,479,607</u>	<u>\$ 54,915,357</u>

**ST. JOHN THE BAPTIST PARISH SCHOOL BOARD**  
**RECONCILIATION OF THE GOVERNMENTAL FUNDS**  
**BALANCE SHEET TO THE STATEMENT OF NET POSITION**  
**For the Year Ended June 30, 2013**

Total Fund Balances at June 30, 2013 - Governmental Funds		\$ 30,908,007
Cost of capital assets at June 30, 2013	\$ 124,997,944	
Less - accumulated depreciation as of June 30, 2013:		
Buildings	(46,914,906)	
Movable property	<u>(5,342,040)</u>	72,740,998
Other deferred assets expended in the fund financials		462,238
Long-term liabilities at June 30, 2013:		
Compensated absences	\$ (2,811,812)	
Long-Term portion of claims payable	(738,893)	
Capitalized bond premiums	(256,803)	
Bonds payable	(72,485,000)	
Net OPEB obligation	(13,146,600)	
Accrued interest payable	<u>(801,357)</u>	<u>(90,240,465)</u>
Net Position at June 30, 2013		<u>\$ 13,870,778</u>

The notes to the basic financial statements are an integral part of this statement.

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**ST. JOHN THE BAPTIST PARISH SCHOOL BOARD  
GOVERNMENTAL FUNDS  
STATEMENT OF REVENUES, EXPENDITURES, AND  
CHANGES IN FUND BALANCES  
For the Year Ended June 30, 2013**

	General Fund	Other Federal Programs Fund	Capital Projects III Fund	Sinking III Fund	Other Governmental Funds	Total
<b>REVENUES</b>						
Local sources:						
Taxes:						
Ad valorem	\$ 11,930,772	\$ -	\$ -	\$ 3,910,567	\$ -	\$ 15,841,339
Sales and use	19,273,087	-	-	-	3,353,670	22,626,757
Interest earnings	30,202	-	26,323	31,912	12,638	101,075
Charges for services	-	-	-	-	115,528	115,528
Other	4,777,728	-	-	-	9,400	4,787,128
Total Local Sources	36,011,789	-	26,323	3,942,479	3,491,236	43,471,827
State sources:						
Minimum Foundation Program	29,300,425	-	-	-	66,214	29,366,639
State revenue sharing	196,023	-	-	-	-	196,023
Other	684,901	-	-	-	2,600	687,501
Total State Sources	30,181,349	-	-	-	68,814	30,250,163
Federal sources	410,438	9,469,783	-	-	6,519,492	16,399,713
TOTAL REVENUES	66,603,576	9,469,783	26,323	3,942,479	10,079,542	90,121,703
<b>EXPENDITURES</b>						
Current:						
Instruction:						
Regular programs	25,809,903	-	7,508	-	-	25,817,411
Special programs	8,367,472	1,876,634	-	-	-	10,244,106
Vocational programs	1,473,013	112,623	-	-	-	1,585,636
All other programs	2,719,914	1,545,037	-	-	2,730,900	6,995,851
Support services:						
Student services	4,666,576	97,145	-	-	-	4,763,721
Instructional staff support	618,494	24,962	-	-	240,062	883,518
General administration	1,637,308	-	-	-	97,572	1,734,880
School administration	5,039,815	-	-	-	-	5,039,815
Business services	655,543	55,517	-	-	-	711,060

(Continued)

**ST. JOHN THE BAPTIST PARISH SCHOOL BOARD**  
**GOVERNMENTAL FUNDS**  
**STATEMENT OF REVENUES, EXPENDITURES, AND**  
**CHANGES IN FUND BALANCES (CONTINUED)**  
**For the Year Ended June 30, 2013**

	General Fund	Headstart Fund	Capital Projects III Fund	Sinking III Fund	Other Governmental Funds	Total
Plant services	\$ 10,965,712	\$ 5,573,343	\$ -	\$ -	\$ 10,013	\$ 16,549,068
Student transportation services	4,389,861	48,169	-	-	19,757	4,457,787
Central services	880,392	-	-	-	-	880,392
School food services	-	19,664	10,949	-	3,392,460	3,423,073
Capital outlay	42,986	-	2,558,989	-	-	2,601,975
Debt service:						
Bond issuance cost	-	-	46,797	33,675	-	80,472
Principal retirement	58,000	-	-	1,960,000	500,000	2,518,000
Interest and bank charges	13,305	-	-	1,343,085	696,478	2,052,868
Total expenditures	<u>67,338,294</u>	<u>9,353,094</u>	<u>2,624,243</u>	<u>3,336,760</u>	<u>7,687,242</u>	<u>90,339,633</u>
<b>EXCESS (DEFICIENCY)</b>						
<b>OF REVENUES OVER EXPENDITURES</b>	<u>(734,718)</u>	<u>116,689</u>	<u>(2,597,920)</u>	<u>605,719</u>	<u>2,392,300</u>	<u>(217,930)</u>
<b>OTHER FINANCING SOURCES (USES):</b>						
Debt issuance	-	-	11,600,000	3,800,000	-	15,400,000
Premium on bond issuance	-	-	-	261,515	-	261,515
Payments to bond escrow agent	-	-	-	(4,449,575)	-	(4,449,575)
Transfers in	5,481,285	-	2,121,463	-	1,196,478	8,799,226
Transfers out	<u>(2,121,463)</u>	<u>(116,689)</u>	<u>(2,923,912)</u>	<u>-</u>	<u>(3,637,162)</u>	<u>(8,799,226)</u>
Total other financing sources (uses)	<u>3,359,822</u>	<u>(116,689)</u>	<u>10,797,551</u>	<u>(388,060)</u>	<u>(2,440,684)</u>	<u>11,211,940</u>
<b>NET CHANGE IN FUND BALANCES</b>	<u>2,625,104</u>	<u>-</u>	<u>8,199,631</u>	<u>217,659</u>	<u>(48,384)</u>	<u>10,994,010</u>
<b>FUND BALANCES - BEGINNING</b>	4,505,667	-	2,282,290	8,854,617	1,510,585	17,153,159
<b>PRIOR PERIOD ADJUSTMENT</b>	<u>2,499,256</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>261,582</u>	<u>2,760,838</u>
<b>BEGINNING, AS RESTATED</b>	<u>7,004,923</u>	<u>-</u>	<u>2,282,290</u>	<u>8,854,617</u>	<u>1,772,167</u>	<u>19,913,997</u>
<b>FUND BALANCES - ENDING</b>	<u>\$ 9,630,027</u>	<u>\$ -</u>	<u>\$ 10,481,921</u>	<u>\$ 9,072,276</u>	<u>\$ 1,723,783</u>	<u>\$ 30,908,007</u>

The notes to the basic financial statements are an integral part of this statement.

**ST. JOHN THE BAPTIST PARISH SCHOOL BOARD  
RECONCILIATION OF THE GOVERNMENTAL FUNDS  
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES  
IN FUND BALANCES TO THE STATEMENT OF ACTIVITIES  
For the Year Ended June 30, 2013**

Total net change in fund balances - governmental funds		\$ 10,994,010
Capital assets:		
Capital outlays capitalized	\$ 3,526,678	
Loss on impaired assets	(5,567,686)	
Depreciation expense	<u>(4,812,650)</u>	(6,853,658)
Amortization of deferred bond issuance costs		55,614
Excess of interest accrued over interest paid		(568,756)
Long-term debt:		
Principal portion of debt service payments		2,518,000
Payment to bond escrow agent		4,360,000
Change in claim payable		(91,802)
Change in compensated absences		24,000
Change in other post employment benefits		(2,612,153)
Amortization of bond premium		(4,712)
Debt proceeds		<u>(15,661,515)</u>
Change in net position of governmental activities		<u>\$ (7,840,972)</u>

The notes to the basic financial statements are an integral part of this statement.

**ST. JOHN THE BAPTIST PARISH SCHOOL BOARD**  
**STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES**  
**AGENCY FUNDS**  
**June 30, 2013**

	<u><b>AGENCY FUNDS</b></u>
<b>ASSETS</b>	
Cash and cash equivalents	<u>\$ 1,055,580</u>
<b>TOTAL ASSETS</b>	<u><u>\$ 1,055,580</u></u>
<b>LIABILITIES</b>	
Accounts payable	\$ 631,582
Due to other governments	41,079
Due to Sheriff	4,564
Due to St. John the Baptist Parish Council	41,078
Amounts held for school activities	<u>337,277</u>
<b>TOTAL LIABILITIES</b>	<u><u>\$ 1,055,580</u></u>

The notes to the basic financial statements are an integral part of this statement.

**ST. JOHN THE BAPTIST PARISH SCHOOL BOARD**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**June 30, 2013**

**NOTE 1 - GENERAL INFORMATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

The St. John the Baptist Parish School Board (the "School Board") was created by Louisiana Revised Statute (LSA-R.S.) 17:51 to provide public education for the children within St. John the Baptist Parish. The School Board is authorized by LSA-R.S. 17:81 to establish policies and regulations for its own government consistent with the laws of the State of Louisiana and the regulations of the Louisiana Board of Elementary and Secondary Education. The School Board is comprised of eleven members who are elected from eleven districts for concurrent terms of four years.

The School Board operates 12 schools within the Parish with a total enrollment of 6,083 pupils for the year ended June 30, 2013. In conjunction with the regular educational programs, some of these schools offer special education and/or adult education programs. In addition, the School Board provides transportation and school food services for the students.

The accompanying financial statements of the School Board have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard setting body for establishing governmental accounting and financial reporting principles.

The financial report has been prepared in conformity with GASB Statement No. 34, *Basic Financial Statements - and Management's Discussion and Analysis - for State and Local Governments*.

**a. Reporting Entity**

The School Board is considered a primary government, since it is a special purpose government that has a separately elected governing body, is legally separate, and is fiscally independent of other state or local governments. Fiscally independent means that the School Board may, without the approval or consent of another governmental entity, determine or modify its own budget, levy its own taxes or set rates or charges, and issue bonded debt. The School Board also has no component units, defined as other legally separate organizations for which the elected school board members are financially accountable. There are no other primary governments with which the School Board has a significant relationship.

**b. Funds**

The School Board uses funds to maintain its financial records during the year. Fund accounting is designed to demonstrate legal compliance and to aid management by segregating transactions related to certain School Board functions and activities. A fund is defined as a separate fiscal and accounting entity with a self-balancing set of accounts.



**ST. JOHN THE BAPTIST PARISH SCHOOL BOARD**  
**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)**  
**June 30, 2013**

**NOTE 1 - GENERAL INFORMATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

Funds of the School Board are classified into two categories: governmental and fiduciary, as follows:

**Governmental Fund Types**

Governmental funds account for all or most of the School Board's general activities. These funds focus on the sources, uses, and balances of current financial resources. Expendable assets are assigned to the various governmental funds according to the purposes for which they may be used. Current liabilities are assigned to the fund from which they will be paid. The difference between a governmental fund's assets and liabilities is reported as fund balance. In general, fund balance represents the accumulated expendable resources which may be used to finance future period programs or operations of the School Board. The following are the School Board's primary governmental funds:

**General Fund** - The General Fund is the general operating fund of the School Board. The General Fund receives most of the resources derived by the School Board from local sources (principally ad valorem and sales taxes) and state sources (principally the Minimum Foundation Program). General Fund expenditures represent the cost of general school system operations and individual functional categories of instructional and support services. It is used to account for all financial resources except those required to be accounted for in another fund. The General Fund is available for any purpose provided it is expended or transferred in accordance with state and federal laws and according to School Board policy.

**Special Revenue Funds** - Special Revenue Funds are used to account for the proceeds of specific revenue sources that are legally restricted to expenditures for specified purposes. Of the special revenue funds, the Other Federal Programs Fund is considered a major fund.

**Other Federal Programs Fund**

Other Federal Programs Fund is used to account for all federal programs except for the School Lunch Fund and Title I. The main revenue sources are FEMA, IDEA, IDEA Preschool, and Headstart.

**Capital Projects Funds** - Capital Projects Funds are used to account for financial resources to be used for the acquisition or construction of major capital facilities and for the major repairs thereto. Separate capital project funds are maintained to account for the proceeds of major general obligation bonds and other financing proceeds. Of the Capital Projects Funds the Capital Projects III Fund is considered a major fund.

**ST. JOHN THE BAPTIST PARISH SCHOOL BOARD**  
**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)**  
**June 30, 2013**

**NOTE 1 - GENERAL INFORMATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**Capital Projects III Fund**

Prior to July 18, 1992, this fund was used to account for the proceeds and use of a special property tax levy dedicated to capital acquisition and improvements. Subsequent to July 18, 1992, this fund is used to account for the proceeds and use of certain General Obligation Bonds being issued for the purpose of acquiring and/or improving land for building sites and playgrounds and acquiring the necessary equipment and furnishings.

**Debt Service Funds** - The Debt Service Funds, established to meet requirements of bond ordinances, are used to account for the accumulation of resources for the payment of general long-term debt principal, interest and related costs. Of the Debt Service Funds, the Sinking III Fund is considered a major fund.

**Sinking III Fund**

This fund was established to meet the requirements of the bond ordinances and is used to account for the accumulation of resources for the payment of general long-term debt principal, interest, and related costs.

**Fiduciary Fund Type**

The Fiduciary Fund is used to account for assets held by the School Board in a trustee or agency capacity. The School Board maintains two fiduciary fund type agency funds: the School Activity Agency Fund and the Sales Tax Fund, both of which account for assets held by the Board in a custodial capacity. An agency fund is custodial in nature and does not present results of operations or have a measurement focus. Agency funds are accounted for using the accrual basis of accounting.

**Sales Tax Fund**

The Sales Tax Fund accounts for the collection and distribution of St. John the Baptist Parish's four and three-quarters percent sales and use tax. Two and one-quarter percent is dedicated to the St. John the Baptist Parish School Board, two and one-quarter percent is dedicated to the St. John the Baptist Parish Council and one-quarter percent is dedicated to the St. John the Baptist Parish Sheriff's Department.

**School Activity Fund**

The activities of the various individual school accounts are accounted for in the School Activity Fund. While the fund is under the supervision of the School Board, these monies belong to the individual schools or their student bodies and are not available for use by the School Board.

**ST. JOHN THE BAPTIST PARISH SCHOOL BOARD**  
**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)**  
**June 30, 2013**

**NOTE 1 - GENERAL INFORMATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**c. Measurement Focus/Basis of Accounting**

**Government-Wide Financial Statements (GWFS)**

The Statement of Net Assets and the Statement of Activities display information about the reporting government as a whole. These statements include all the financial activities of the School Board, except for the Fiduciary fund. Fiduciary funds are reported only in the Statement of Fiduciary Net Assets at the fund financial statement level.

The GWFS were prepared using the economic resources measurement focus and the accrual basis of accounting. Revenues, expenses, gains, losses, assets and liabilities resulting from exchange or exchange-like transactions are recognized when the exchange occurs (regardless of when cash is received or disbursed). Revenues, expenses, gains, losses, assets and liabilities resulting from non-exchange transactions are recognized in accordance with the requirements of GASB Statement No. 33, *Accounting and Financial Reporting for Non-exchange Transactions*. Revenues from non-exchange transactions include sales taxes, ad valorem taxes and grants from federal, state and local sources. The accounting policies for revenue recognition pertaining to these non-exchange transactions are described in the remainder of this footnote.

**Program Revenues**

Program revenues included in the Statement of Activities derive directly from parties outside the School Board's taxpayers or citizenry, as a whole; program revenues reduce the cost of the function to be financed from the School Board's general revenues.

**Internal Activities**

All internal activities and inter-fund transactions, except inter-fund services provided and used, are eliminated in the Government-Wide Financial Statements.

**Allocation of Indirect Expenses**

The School Board reports all direct expenses by function in the Statement of Activities. Direct expenses are those that are clearly identifiable with a function. Indirect expenses of other functions are not allocated to those functions but are reported separately in the Statement of Activities. Depreciation expense, which can be specifically identified by function, is included in the direct expenses of each function. Depreciation on buildings is assigned to the "general administration" function due to the fact that school buildings serve multiple purposes. Interest on general long-term debt is considered an interest expense and is reported separately in the Statement of Activities.

**ST. JOHN THE BAPTIST PARISH SCHOOL BOARD**  
**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)**  
**June 30, 2013**

**NOTE 1 - GENERAL INFORMATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**Fund Financial Statements (FFS)**

Governmental funds are accounted for using a current financial resources measurement focus. With this measurement focus, only current assets and current liabilities are generally included on the balance sheet. The Statement of Revenues, Expenditures, and Changes in Fund Balances reports on the sources (i.e., revenues and other financing sources) and uses (i.e., expenditures and other financing uses) of current financial resources. This approach differs from the manner in which the governmental activities of the government-wide financial statements are prepared. Governmental fund financial statements therefore include a reconciliation with brief explanations to better identify the relationship between the government-wide statements and the statements for governmental funds.

Fund financial statements report detailed information about the School Board. The focus of governmental fund financial statements is on major funds rather than reporting funds by type. Each major fund is presented in a separate column.

Governmental funds use the modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues are recognized when susceptible to accrual (i.e., when they become both measurable and available). Measurable means the amount of the transaction can be determined and available means collectible within the current period or soon enough thereafter to pay liabilities of the current period. The School Board considers all revenues available if they are collected within 60 days after the fiscal year end. Expenditures are generally recognized under the modified accrual basis of accounting when the related fund liability is incurred. Costs of accumulated unpaid vacation, sick leave and other employee benefit amounts are recognized as expenditures when the benefit earned by the employee has matured, and general long-term obligations principal and interest payments are recognized only when due. The governmental funds use the following practices in recording revenues and expenditures:

**Revenues**

Federal and state entitlements (which include state equalization and state revenue sharing) are recorded as unrestricted grants-in-aid when available and measurable. Expenditure-driven federal and state grants are recorded as restricted grants-in-aid when the reimbursable expenditures have been incurred.

Ad valorem taxes are recorded in the year the taxes are due and payable. Ad valorem taxes are assessed on a calendar year basis, based on the assessed value on January 1, become due on November 15 of each year, and become delinquent on December 31. An enforceable lien

**ST. JOHN THE BAPTIST PARISH SCHOOL BOARD**  
**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)**  
**June 30, 2013**

**NOTE 1 - GENERAL INFORMATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

attaches to the property as of January 1. The taxes to be levied were approved by the School Board. However, before the taxes can be collected, the tax rolls are submitted to the State Tax Commission for approval. The taxes are generally collected in November, December, January, and February of the fiscal year. Property tax revenues are accrued at fiscal year end to the extent that they have been collected and are unremitted by the St. John the Baptist Parish Tax Assessor's Office. Such amounts are measurable and available to finance current operations.

Sales taxes, tuition, rent, and miscellaneous other revenues (except investment earnings) are recorded as revenues when received in cash because they are generally not measurable until actually received. Investment earnings are recorded as earned since they are measurable and available.

**Expenditures**

Expenditures are recognized in the accounting period in which the related fund liability is incurred, if measurable, except for the following: (1) costs of accumulated unpaid vacation, sick leave and other employee benefit amounts are reported in the period due and payable rather than the period earned by employees; (2) general long-term obligations principal and interest payments are recognized when due. Commitments under construction contracts are recognized as expenditures when earned by the contractor. Compensated absences are recognized as expenditures when leave is actually taken or when employees (or heirs) are paid for accrued leave upon retirement or death, while the cost of earned leave privileges not requiring current resources is recorded as a long-term liability in the GWFS.

**Other Financial Sources (Uses)**

Transfers between funds that are not expected to be repaid (or any other types, such as capital lease transactions, sale of capital assets, debt extinguishments, or long-term debt proceeds) are accounted for as other financing sources (uses). These other financing sources (uses) are recognized at the time the underlying events occur.

**d. Budgetary Data**

The General Fund and the Special Revenue Funds are the only fund types with legally required annual budgets. Budgets are prepared on a modified accrual basis, consistent with the basis of accounting for comparability of budgeted and actual revenues and expenditures. Formal budget accounts are integrated into the accounting system during the year as a management control device, excluding the recording of encumbrances. Budgetary data for the Capital Projects Funds have not been presented in the accompanying financial statements as such funds are budgeted over the life of the respective project and not on an annual basis.

**ST. JOHN THE BAPTIST PARISH SCHOOL BOARD**  
**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)**  
**June 30, 2013**

**NOTE 1 - GENERAL INFORMATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

The Debt Service Fund complies with bond covenant provisions and is, therefore, not budgeted.

Prior to September 15<sup>th</sup> of each year, the Superintendent submits to the School Board a proposed annual appropriated budget for the General Fund for the fiscal year commencing the prior July 1<sup>st</sup>. The operating budgets include proposed expenditures and the means of financing them. Public hearings are conducted to obtain taxpayer comments. Prior to September 15<sup>th</sup>, the General Fund budget is legally enacted through adoption by the School Board.

Special Revenue Funds' budgets that are not grant-oriented have annual appropriated budgets adopted prior to September 15<sup>th</sup> by the School Board. Grant funds are included in Special Revenue Funds and their budgets are adopted at the time the grant applications are approved by the grantor. Unencumbered appropriations of grant-oriented Special Revenue Funds are re-appropriated at the beginning of the following fiscal year. Unencumbered appropriations of certain non-grant-oriented Special Revenue Funds lapse at the end of the fiscal year and are included in the next year's budget with funds appropriated in that year to finance them.

The Superintendent and/or the Executive Director of Finance are authorized to transfer amounts between line items within any fund. When actual total revenues within the General Fund or Special Revenue Fund fail to meet budgeted total revenues by five percent or more and/or actual total expenditures within the General Fund or a Special Revenue Fund fails to meet budgeted total expenditures by five percent or more, a budget amendment to reflect such change is adopted by the School Board in an open meeting. The Budgetary Comparison Schedules (see pages 57-61) and the Non-major Special Revenue Fund Schedules of Revenues, Expenditures, and Changes in Fund Balance (see pages 66 to 67) include the effect of such budget amendments, none of a significant nature.

**e. Cash, Cash Equivalents and Investments**

Cash includes amounts in demand deposits, interest-bearing demand deposits, and money market accounts with original maturities of three months or less from the date of acquisition. Cash equivalents include time deposits.

Louisiana Revised Statutes, at LSA-R.S. 33:2955, authorize the School Board to invest in (1) direct obligations of the United States treasury, the principal and interest of which are fully guaranteed by the federal government; (2) bonds, debentures, notes, or other evidence of indebtedness issued or guaranteed by federal agencies or U.S. Government instrumentalities; (3) direct security repurchase agreements of any federal book-entry-only securities; (4) time certificates of deposit of state banks organized under the laws of Louisiana and national banks having their principal offices in the State of Louisiana; (5) savings accounts or shares of savings and loan associations in mutual or trust fund institutions which are registered with

**ST. JOHN THE BAPTIST PARISH SCHOOL BOARD**  
**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)**  
**June 30, 2013**

**NOTE 1 - GENERAL INFORMATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

the Securities and Exchange Commission under the Securities Act of 1933 and the Investment Act of 1940, and which have underlying investments consisting solely of and limited to securities of the U.S. Government or its agencies; or (6) guaranteed investment contracts issued by a bank, financial institution, insurance company, or other entity having one of the two highest short-term rating categories of either Standard & Poor's Corporation or Moody's Investors Service, provided that no such investment may be made except in connection with a financing program approved by the State Bond Commission.

In addition, local governments in Louisiana are authorized to invest in the Louisiana Asset Management Pool, Inc. (LAMP), a non-profit corporation organized under the laws of the State of Louisiana.

These investments are reported at fair value. Fair value is based on quoted market prices. If quoted prices are not available, fair value is estimated based on similar securities.

**f. Intergovernmental Receivables**

Intergovernmental receivables consist of receivables for reimbursement of expenditures under various state and federal programs and grants. All amounts are expected to be collected within the next twelve months.

**g. Inter-fund Transactions**

During the normal course of operations, numerous transactions occur between funds for goods provided or services rendered. These receivables and payables, as well as short-term inter-fund loans, are classified as inter-fund receivable or inter-fund payable on the balance sheet.

**h. Inventories**

All purchased inventories are valued at cost (first-in, first-out); commodities are assigned values based on information provided by the U.S. Department of Agriculture. Inventories in the School Lunch/Breakfast Special Revenue Fund consisted of food and supplies. The commodities are recorded in revenues and expenditures when consumed. The commodities remaining in inventory at the end of the fiscal year are recorded as deferred revenue.

**i. Use of Estimates**

Management uses estimates and assumptions in preparing financial statements. Those estimates and assumptions affect the reported amounts of assets and liabilities, the disclosure of contingent assets and liabilities, and the reported revenues and expenses. Actual results could vary from the estimates that were used.

**ST. JOHN THE BAPTIST PARISH SCHOOL BOARD**  
**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)**  
**June 30, 2013**

**NOTE 1 - GENERAL INFORMATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**j. Capital Assets**

Capital assets are capitalized at historical cost or estimated cost if historical cost is not available. Donated assets are recorded as capital assets at their estimated fair market value at the date of donation. The School Board maintains a threshold level of \$5,000 or more for capitalizing capital assets.

Capital assets are recorded in the GWFS, but are not reported in the FFS. Since surplus assets are sold for an immaterial amount when declared as no longer needed for public school purposes by the School Board, no salvage value is taken into consideration for depreciation purposes. All capital assets, other than land, are depreciated using the straight-line method over the following useful lives:

<u>Description</u>	<u>Estimated Lives</u>
Buildings and Improvements	15-30 years
Furniture and Equipment	5-10 years

**k. Prepaids**

Prepaids are reported under the consumption method, under which purchases are debited to a prepaid asset account and are recorded as expenditures or expenses when used.

**l. Accrued Liabilities and Long-term Obligations**

All payables, accrued liabilities and long-term obligations are reported in the GWFS. In general, payables and accrued liabilities that will be paid from governmental funds are reported on the governmental fund financial statements regardless of whether they will be liquidated with current resources. However, claims and judgments, compensated absences, and special termination benefits that will be paid from governmental funds are reported as a liability in the FFS only to the extent that they will be paid with current, expendable, available financial resources. In general, payments made within sixty days after year end are considered to have been made with current available financial resources. Bonds and other long-term obligations that will be paid from governmental funds are not recognized as a liability in the FFS. Other long-term liabilities such as compensated absences have typically been paid by the General Fund.



**ST. JOHN THE BAPTIST PARISH SCHOOL BOARD**  
**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)**  
**June 30, 2013**

**NOTE 1 - GENERAL INFORMATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**m. Deferred Revenue**

Deferred revenues arise when resources are received by the School Board before it has a legal claim to them or when grant monies are received prior to the incurrence of qualifying expenditures. In subsequent periods, when the School Board has legal claim to the resources, the liability for deferred revenue is removed from the combined balance sheet and the revenue is recognized.

**n. Compensated Absences**

All 12-month employees earn from 10 to 20 days of vacation leave each year, depending on their length of service with the School Board. Employees may carry over up to 10 unused vacation days from one fiscal year to the next. An employee can only accumulate 25 vacation days. Upon severance of employment these 25 days will be paid to the employee as severance pay.

Teachers and other 9-month employees earn 10 days of sick leave each year. All 12-month employees earn from 10 to 18 days sick leave each year, depending on their length of service with the School Board. Sick leave can be accumulated without limitation. Upon retirement, unused sick leave up to 25 days is paid to employees (or their heirs) at the employee's current rate of pay. Under the Louisiana Teachers' Retirement System, the total unused accumulated sick leave, including the 25 days paid, is used in the retirement benefit computation as earned service for leave earned prior to July 1, 1988. Under the Louisiana School Employees' Retirement System, all unpaid sick leave excluding the 25 days paid, is used in the retirement benefit computation as earned service.

Sabbatical leave may be granted for medical leave and for professional and cultural improvement. An employee with a teacher's certificate is entitled, subject to approval by the School Board, to one semester of sabbatical leave after six semesters of continuous service or two semesters of sabbatical leave after twelve or more semesters of continuous service. Sabbatical leave benefits are recorded as expenditures in the period paid.

Compensated absences are recognized as expenditures in the FFS in the year claimed. A liability for these amounts is reported in governmental funds only if they have matured, for example, as a result of employee resignations and retirements. The total liability is reported on the GWFS.

**o. Pension Plans**

The School Board participates in two pension plans administered by other governmental entities which cover substantially all employees who meet certain length of service requirements.

**ST. JOHN THE BAPTIST PARISH SCHOOL BOARD**  
**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)**  
**June 30, 2013**

**NOTE 1 - GENERAL INFORMATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**p. Restricted Net Assets**

For the GWFS Statement of Net Assets, net assets are reported as restricted when constraints placed on net assets used are either:

- Externally imposed by creditors (such as debt covenants), grantors, contributors, or laws or regulations of other governments; or
- Imposed by law through constitutional provisions or enabling legislation.

**q. Fund Balance**

On June 30, 2011, the School Board adopted GASB 54, *Fund Balance Reporting and Governmental Fund Type Definitions*, which significantly changed the reporting of fund balance in the balance sheets of governmental type funds.

In the fund financial statements, fund balance for governmental funds is reported in classifications that comprise a hierarchy based primarily on the extent to which the School Board is bound to honor constraints on the specific purpose for which amounts in the funds can be spent. Fund balance is reported in five components – nonspendable, restricted, committed, assigned and unassigned.

*Nonspendable* – This component includes amounts that cannot be spent because they are either (a) not in spendable form or (b) legally or contractually required to be maintained intact.

*Restricted* – This component consists of amounts that have constraints placed on them either externally by third-parties (creditors, grantors, contributors, or laws or regulations of other governments) or by law through constitutional provisions or enabling legislation. Enabling legislation authorizes the School Board to assess, levy, charge or otherwise mandate payment of resources (from external resource providers) and includes a legally enforceable requirement (compelled by external parties) that those resources be used only for the specific purposes stipulated in the legislation.

*Committed* – This component consists of amounts that can only be used for specific purposes pursuant to constraints imposed by formal action of the School Board's highest level of decision making authority which includes the ordinances and resolutions of the School Board, which both establish the most binding constraint on the action. Those committed amounts cannot be used for any other purpose unless the School Board removes or changes the specified use by taking the same type of action (ordinance) it employed previously to commit those amounts.

**ST. JOHN THE BAPTIST PARISH SCHOOL BOARD**  
**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)**  
**June 30, 2013**

**NOTE 1 - GENERAL INFORMATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

*Assigned* – This component consists of amounts that are constrained by the School Board's intent to be used for specific purposes, but are neither restricted nor committed. The authority for assigning fund balance is expressed by the School Board, Superintendent, or their designee as established in the School Board's Fund Balance Policy.

*Unassigned* – This classification represents amounts that have not been restricted, committed or assigned to specific purposes within the general fund. When both restricted and unrestricted resources are available for use, it is the School Board's policy to use restricted resources first, then unrestricted resources (committed, assigned and unassigned) as they are needed. When unrestricted resources (committed, assigned and unassigned) are available for use it is the School Board's policy to use committed resources first, then assigned, and then unassigned as they are needed.

**r. Claims and Judgments**

Losses resulting from claims and judgments, including related expenditures, salvage and subrogation, are estimated by utilizing a case by case review of all claims, based on data provided by legal counsel and third-party administrators. The liability for such losses is recorded in the General Fund. Incurred but not reported claims as of June 30, 2013 have been considered in determining the accrued liability.

**s. Sales Taxes**

The School Board collects four and three-quarters percent (4  $\frac{3}{4}$ %) in sales and use tax. The sales and use tax is collected by an independent contractor, who is contracted through the School Board and serves as the sales tax department. Two and one-quarter percent (2  $\frac{1}{4}$ %) of the taxes collected are remitted to the Parish Council. One-quarter percent of the taxes collected are remitted to the Sheriff's Department. The School Board's costs of collecting the funds are shared proportionally by the Parish Council, Sheriff's Department and the School Board. The School Board retains the remaining two and one-quarter percent (2  $\frac{1}{4}$ %) of the taxes collected and allocates them as follows:

General Fund:	
General Support Service	1%
Regular Instruction Programs	1/3%
Repairs and Maintenance of	
Plant and Facilities	1/3%
Capital Projects Fund	1/3%
Teacher Salaries	<u>1/4%</u>
	<u>2 <math>\frac{1}{4}</math>%</u>

**ST. JOHN THE BAPTIST PARISH SCHOOL BOARD**  
**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)**  
**June 30, 2013**

**NOTE 2 - CASH, CASH EQUIVALENTS AND INVESTMENTS**

Cash and Cash Equivalents

At June 30, 2013, the School Board had cash and cash equivalents as follows:

Bank accounts per Balance Sheet	<u>\$28,150,553</u>
---------------------------------	---------------------

Under state law, the bank balances of these deposits must be secured by federal deposit insurance or the pledge of securities owned by the fiscal agent bank. The fair value of the pledged securities plus the federal deposit insurance must at all times equal or exceed the amount on deposit with the fiscal agent.

At fiscal year-end, the bank balance deposits totaled \$ 28,770,556. The entire balance is either covered under FDIC insurance or secured by collateral held by the bank in the School Boards name.

In addition, the School Board maintains a \$275,000 certificate of deposit pledged as collateral for workers' compensation insurance, which is included in the investments caption on the Statement of Net Assets.

The School Board does not have a deposit policy for custodial credit risk.

Investments

The School Board maintains an investment pool with an investment broker for all funds. Each fund's portion of the cash and investment pool is included in that fund's cash and cash equivalent account and/or that fund's investment account. Interest earned on pooled cash and investments is allocated to the participating funds based upon their combined participating balances.

Investments in the Louisiana Asset Management Pool, Inc. (LAMP), a local government investment pool (see Summary of Significant Accounting Policies) consisted of \$5,131,152 at June 30, 2013. The fair value of the School Board's position is the same as the fair value of its share of the pooled assets.

**Custodial Credit Risk**

Investments can be exposed to custodial credit risk if the securities underlying the investment are uninsured, not registered in the name of the entity, and are either held by the counterparty or the counterparty's trust department or agent but not in the entity's name.

**ST. JOHN THE BAPTIST PARISH SCHOOL BOARD**  
**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)**  
**June 30, 2013**

**NOTE 2 - CASH, CASH EQUIVALENTS AND INVESTMENTS (CONTINUED)**

The School Board's investment policy limits the School Board's investments to U.S. Treasury Bills and Notes, certificates of deposit and time deposits with domestic banks and investments in LAMP.

The School Board's investments in LAMP are not exposed to custodial credit risk because their existence is not evidenced by securities that exist in physical or book entry form. LAMP is administered by LAMP, Inc. a non-profit corporation organized under the laws of the State of Louisiana. Only local governments having contracted to participate in LAMP have an investment interest in its pool of assets. The primary objective of LAMP is to provide a safe environment for the placement of public funds in the short-term, high quality investments. The LAMP portfolio includes only securities and other obligations in which local governments in Louisiana are authorized to invest. Accordingly, LAMP investments are restricted to securities issued, guaranteed, or backed by the U.S. Treasury, the U.S. Government, or one of its agencies, enterprises, or instrumentalities, as well as repurchase agreements collateralized by those securities and any other investments allowed by state statute. The Standard & Poor's fund rating is AA+ indicating a superior capacity to maintain principal value and limit exposure to losses.

**Credit Risk, Concentration of Credit Risk and Interest Rate Risk Disclosures**

**Credit Risk of Debt Investments**

The School Board does not maintain any debt investments and is, therefore, not exposed to credit risk of debt investments.

**Concentration of Credit Risk**

The School Board's investments in LAMP are investments in an external investment pool and are, therefore, not exposed to a concentration of credit risk. Accordingly, the School Board does not have a policy regarding credit risk on investments.

**Interest Rate Risk**

As of June 30, 2013, the School Board had the following investments:

<b>Investment</b>	<b><u>Maturity</u></b>	<b><u>Fair Value</u></b>
LAMP	90 day average	<u>\$ 5,131,152</u>

**ST. JOHN THE BAPTIST PARISH SCHOOL BOARD**  
**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)**  
**June 30, 2013**

**NOTE 2 - CASH, CASH EQUIVALENTS AND INVESTMENTS (CONTINUED)**

In accordance with its investment policy, the School Board manages its exposure to declines in fair values by limiting the weighted average of its maturity of its investment portfolio to less than one year.

**NOTE 3 - AD VALOREM TAXES**

The School Board levies taxes on real and business personal property located within St. John the Baptist Parish's boundaries. Property taxes are levied by the School Board on property values assessed by the St. John the Baptist Parish Tax Assessor and approved by the State of Louisiana Tax Commission.

All taxable property in Louisiana is required by law to be assessed annually at a percentage of its fair market value. Fair market value is determined by the elected assessor of the parish on all property subject to taxation except public service properties, which is valued by the Louisiana Tax Commission (LRS 47:1957).

The 1974 Louisiana Constitution (Article 7 Section 18) provided that land and improvement for residential purposes be assessed at 10% of fair market value; other property and electric cooperative properties, excluding land, are to be assessed at 15% of fair market value and public service properties, excluding land, are to be assessed at 25% of fair market value. The correctness of assessments by the assessor is subject to review and rectification by the Louisiana Tax Commission. The Assessor is required to reappraise all property subject to taxation at intervals of not more than four years.

Ad valorem taxes are attached as an enforceable lien of property as of January 1 of each year. Taxes are levied by the Parish Assessor during the year and are billed to taxpayers in November. Billed taxes become delinquent on December 31. Revenues from ad valorem taxes are budgeted in the year billed and recognized as revenue when billed. The Parish Assessor bills and the Sheriff collects the property taxes.

The following is a summary of authorized and levied ad valorem taxes for the fiscal year ended June 30, 2013 (calendar year 2012 assessments):

	<u>Millage Authorized</u>	<u>Millage Levied</u>
<b>Parish-wide Taxes</b>		
Constitutional	3.65	3.67
Maintenance and operations	4.33	4.36
Salaries and Health	10.12	10.18
Salaries and Benefits	11.21	3.28
Bond debt	<u>10.00</u>	<u>18.00</u>
	<u>39.31</u>	<u>39.49</u>

**ST. JOHN THE BAPTIST PARISH SCHOOL BOARD**  
**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)**  
**June 30, 2013**

**NOTE 3 - AD VALOREM TAXES (CONTINUED)**

The School Board is permitted by state law to levy taxes up to \$48 per \$1,000 of assessed valuation. For the year ended June 30, 2013, taxes of 39.49 mills were levied on property with assessed valuations totaling \$242,421,270. Total taxes levied were \$ 15,362,985. Property taxes receivable at June 30, 2013 totaled \$44,780 and is included under the caption Other Receivables in the GWFS.

**NOTE 4 - RECEIVABLES DUE FROM OTHER GOVERNMENTS**

The receivables due from other governments of \$5,566,799 at June 30, 2013 are as follows:

	<b>General Fund</b>	<b>Other Federal Programs Fund</b>	<b>Other Governmental Funds</b>	<b>Total</b>
Receivable:				
State	\$ 111,793	\$ -	\$ -	\$ 111,793
Federal	-	4,408,177	1,046,045	5,454,222
Other	784	-	-	784
	<u>\$ 112,577</u>	<u>\$ 4,408,177</u>	<u>\$ 1,046,045</u>	<u>\$ 5,566,799</u>

**ST. JOHN THE BAPTIST PARISH SCHOOL BOARD**  
**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)**  
**June 30, 2013**

**NOTE 5 - CAPITAL ASSETS**

Capital assets and depreciation activity as of and for the year ended June 30, 2013, is as follows:

	Balance July 1, 2012 (As restated)	Additions	Deletions	Impairment	Balance June 30, 2013
<b>Governmental Activities</b>					
Capital assets not being depreciated:					
Construction in Progress	\$ 14,490,830	\$ 2,112,308	\$ (16,603,138)	\$ -	\$ -
Land	3,425,339	-	-	-	3,425,339
<b>Total capital assets Not being depreciated</b>	<b>17,916,169</b>	<b>2,112,308</b>	<b>(16,603,138)</b>	<b>-</b>	<b>3,425,339</b>
Capital assets being depreciated:					
Buildings and improvements	107,452,925	17,815,959	-	(10,189,258)	115,079,626
Furniture and equipment	6,792,119	201,549	(319,201)	(181,488)	6,492,979
<b>Total capital assets being depreciated</b>	<b>114,245,044</b>	<b>18,071,508</b>	<b>(319,201)</b>	<b>(10,370,746)</b>	<b>121,572,605</b>
Less accumulated depreciation:					
Buildings and improvements	(47,152,235)	(4,423,256)	-	4,660,585	(46,914,906)
Furniture and equipment	(5,414,322)	(389,394)	319,201	142,475	(5,342,040)
<b>Total accumulated depreciation</b>	<b>(52,566,557)</b>	<b>(4,812,650)</b>	<b>319,201</b>	<b>4,803,060</b>	<b>(52,256,946)</b>
<b>Net capital assets being depreciated</b>	<b>61,678,487</b>	<b>13,204,858</b>	<b>-</b>	<b>(5,567,686)</b>	<b>69,315,659</b>
<b>Capital assets, net</b>	<b>\$ 79,594,656</b>	<b>\$15,317,166</b>	<b>\$ (16,603,138)</b>	<b>\$ (5,567,686)</b>	<b>\$ 72,740,998</b>

Depreciation expense of \$4,812,650 for the year ended June 30, 2013, was charged to the following governmental functions:

<b>Instruction:</b>	
Regular education	\$ 1,495,436
Special education	593,374
Vocational education	91,846
Other educational programs	405,224
<b>Support services:</b>	
Student services	275,931
Instructional staff support	51,176
General administration	100,490
School administration	291,924
Business services	41,187
Plant services	958,580
Student transportation	258,211
Central services	50,995
School food services	198,276
<b>Total</b>	<b>\$ 4,812,650</b>



**ST. JOHN THE BAPTIST PARISH SCHOOL BOARD**  
**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)**  
**June 30, 2013**

**NOTE 6 - ACCOUNTS AND SALARIES PAYABLE**

The following is a summary of accounts and salaries payable as of June 30, 2013:

	<u>General Fund</u>	<u>Other Federal Programs Fund</u>	<u>Capital Projects III Fund</u>	<u>Sinking III Fund</u>	<u>Other Gov. Funds</u>	<u>Total</u>
Accounts payable	\$1,383,463	\$ 15,688	\$ 193,378	\$ 38,975	\$ 37,906	\$ 1,669,410
Accrued salaries and benefits	<u>8,485,136</u>	<u>464,298</u>	<u>-</u>	<u>-</u>	<u>496,447</u>	<u>9,445,881</u>
Total	<u>\$ 9,868,599</u>	<u>\$479,986</u>	<u>\$ 193,378</u>	<u>\$ 38,975</u>	<u>\$ 534,353</u>	<u>\$11,115,291</u>

**NOTE 7 – INTER-FUND RECEIVABLES AND PAYABLES**

Individual fund inter-fund receivables and payables balances at June 30, 2013 reported on the fund financial statements were as follows:

	<u>Due to</u>		
	<u>General Fund</u>	<u>Capital Projects III Fund</u>	<u>Total</u>
<b>Due from</b>			
<b>Governmental Activities:</b>			
General Fund	\$ -	\$ 2,121,463	\$ 2,121,463
Other Federal Programs Fund	4,529,409	-	4,529,409
Capital Projects III Fund	2,923,912	-	2,923,912
Nonmajor Governmental Funds	<u>3,142,416</u>	<u>-</u>	<u>3,142,416</u>
<b>Total Governmental Activities</b>	<u>\$10,595,737</u>	<u>\$ 2,121,463</u>	<u>\$ 12,717,200</u>

The above balances represent short-term receivables and payables incurred in the normal course of the School System's operations.

The purpose of the inter-fund receivables and payables is to meet current operational needs and are expected to be repaid within one year. Receivables and payables result from the General Fund payment for the expenditures of the other funds until they receive the federal grant money to reimburse the General Fund for those expenditures.

**ST. JOHN THE BAPTIST PARISH SCHOOL BOARD**  
**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)**  
**June 30, 2013**

**NOTE 8 - LONG-TERM OBLIGATIONS**

General obligation bonds are direct obligations and pledge the full faith and credit of the School Board. These bonds were issued over the years for the purpose of constructing and acquiring capital assets and are to be repaid by the levy of dedicated ad valorem taxes.

Sales tax bonds are direct obligations and pledge the full faith and credit of the School Board. These bonds were issued for the purpose of making capital improvements to the school system and are payable from the dedication of one-third (1/3) of the special one percent (1%) sales and use tax now being levied and collected in the Parish.

The following schedule shows the changes in general obligation bonds, sales tax bonds, and certificates of indebtedness, the outstanding balance of the bonds and certificates of indebtedness at June 30, 2013 and the total future interest due on the bonds:

<u>Bond Type</u>	<u>Date of Issuance</u>	<u>Authorized and Issued</u>	<u>Interest Rate %</u>	<u>Maturity Date</u>	<u>Principal Outstanding</u>	<u>Interest To Maturity</u>
<u>General Obligation Bonds</u>						
Series 2012	8/30/2012	\$ 3,800,000	1.98	3/1/22	\$ 3,090,000	\$ 281,061
Series 2013	1/9/2013	11,600,000	5.00 - 2.00	3/1/32	11,600,000	3,845,586
Series 2009	3/1/09	10,000,000	7.00 - 3.50	3/1/29	8,730,000	3,401,539
Series 2010	1/1/10	18,000,000	2.00 - 4.25	3/1/29	16,165,000	6,094,925
Series 2011	11/1/11	8,000,000	2.00 - 3.38	3/1/31	7,735,000	2,572,669
QSCB 2011	1/26/11	10,000,000	1.10	1/26/26	<u>10,000,000</u>	<u>650,000</u>
Total General Obligation Bonds					<u>57,320,000</u>	<u>16,845,780</u>
<u>Sales Tax Bonds</u>						
Series 2006	09/01/06	18,000,000	5.75%	4/1/31	<u>15,105,000</u>	<u>7,377,035</u>
<u>Certificates of Indebtedness</u>						
Copier						
Series 2009	6/18/09	227,150	3.38%	9/1/13	<u>60,000</u>	<u>1,014</u>
Total Bonds and Certificates of Indebtedness					<u>\$ 72,485,000</u>	<u>\$ 24,223,829</u>

Bond principal and interest payable in the next fiscal year is \$5,382,780. Interest paid and bank charges in the current fiscal year on general obligation bonds and sales tax bonds amounted to \$2,086,543.

At June 30, 2013, the School Board accumulated \$10,371,237 in the Debt Service Funds for the future retirement of General Obligation Bonds.

**ST. JOHN THE BAPTIST PARISH SCHOOL BOARD**  
**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)**  
**June 30, 2013**

**NOTE 8 - LONG-TERM OBLIGATIONS (CONTINUED)**

In accordance with Louisiana Revised Statute 39:562, the School Board is legally restricted from incurring long-term bonded debt in excess of 35 percent of the assessed value of taxable property. At June 30, 2013, the statutory limit is \$173,255,384 resulting in a legal debt margin of \$118,893,214.

The School Board is in compliance with all significant limitations and restrictions as set forth in the individual bond indentures.

Annual debt service to maturity is as follows:

<u>Fiscal Year</u>	<u>Principal and Interest</u>	<u>Interest</u>	<u>Principal</u>
2014	\$ 5,382,780	\$ 2,352,780	\$ 3,030,000
2015	4,807,327	2,207,327	2,600,000
2016	4,850,809	2,120,809	2,730,000
2017	4,898,239	2,033,239	2,865,000
2018	4,955,682	1,945,682	3,010,000
2019-2023	25,160,647	8,070,647	17,090,000
2024-2028	34,949,838	4,689,838	30,260,000
2029-2033	11,703,507	803,507	10,900,000
	<u>\$ 96,708,829</u>	<u>\$ 24,223,829</u>	<u>\$ 72,485,000</u>

**Prior Years' Defeasance of Debt**

On April 1, 2001, the School Board issued \$3,690,000 in General Obligation Refunding Bonds to advance refund \$3,385,000 of outstanding General Obligation School Bonds, Series 1995 with interest rates ranging between 5% and 9%. The School Board used the net proceeds to purchase U. S. Government Securities. These securities were deposited in an irrevocable trust with an escrow agent to provide for all future debt service on the refund portion of the 1995 Series Bonds. As a result, that portion of the 1995 Series Bonds is considered defeased, and the School Board has removed the liability from its accounts. At June 30, 2013, the balance of the defeased portion of the bonds was \$535,000.

On September 1, 2006, the School Board issued \$18,000,000 of Sales Tax School Bonds, Series 2006. The School Board issued the bonds to advance refund \$945,000 of the outstanding Sales Tax School Bonds, Series 2001 dated April 1, 2001, and maturing April 1, 2007 to April 1, 2021, with the remainder to fund capital improvements. \$945,000 of securities were deposited in an irrevocable trust with an escrow agent to provide for all future debt service on the refunded portion of the 2001 series bonds. As a result, that portion of the 2001 series bonds are considered defeased, and the School Board has removed the liability from its accounts. At June 30, 2013, the balance of the defeased portion of the bonds was \$600,000.

**ST. JOHN THE BAPTIST PARISH SCHOOL BOARD**  
**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)**  
**June 30, 2013**

**NOTE 8 - LONG-TERM OBLIGATIONS (CONTINUED)**

In 2012, the School Board issued \$3,800,000 of General Obligation School Refunding Bonds, Series 2012. The School Board issued the bonds to advance refund \$1,010,000 of the outstanding General Obligation School Refunding Bonds, Series 2001, maturing March 1, 2013 and March 1, 2014, and to refund \$3,350,000 of General Obligation School Bonds, Series 2002, maturing March 1, 2013 through March 1, 2022. The proceeds of the bonds were deposited in an irrevocable trust with an escrow agent to provide for all future debt service on the refunded portion of the 2001 and 2002 series bonds. As a result, that portion of the 2001 and 2002 series bonds are considered defeased, and the School Board has removed the liability from its accounts. At June 30, 2013, the balance of the defeased portion of the 2001 and 2002 bonds was \$520,000 and \$3,110,000, respectively.

General Long-Term Obligations

The following is a summary of the changes to general long-term obligations for the year ended June 30, 2013:

	<b>Balance as of 6/30/2012 <u>As restated</u></b>	<b><u>Additions</u></b>	<b><u>Deletions</u></b>	<b>Balance as of 6/30/2013</b>	<b>Due within One Year</b>
General Obligation	\$ 48,240,000	\$ 15,400,000	\$ (6,320,000)	\$ 57,320,000	\$ 2,445,000
Sales Tax Bonds	15,605,000	-	(500,000)	15,105,000	525,000
Certificates of Indebtedness	118,000	-	(58,000)	60,000	60,000
Amortization of Bond Issuance Costs	(406,624)	(80,472)	24,858	(462,238)	-
Amortization of Bond Premium	-	261,515	(4,712)	256,803	-
Compensated Absences	2,835,812	2,536,638	(2,560,638)	2,811,812	2,085,262
Other Post-employment Benefits	<u>10,534,447</u>	<u>2,612,153</u>	<u>-</u>	<u>13,146,600</u>	<u>-</u>
Total	<u>\$ 76,926,635</u>	<u>\$ 20,729,834</u>	<u>(\$9,418,492)</u>	<u>\$ 88,237,977</u>	<u>\$ 5,115,262</u>

**ST. JOHN THE BAPTIST PARISH SCHOOL BOARD**  
**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)**  
**June 30, 2013**

**NOTE 8 - LONG-TERM OBLIGATIONS (CONTINUED)**

The deductions-payments and retirements are reflected in the Statement of Revenues, Expenditures and Changes in Fund Balances. The bond and note deductions totaling \$2,518,000 of principal payments are included under the caption "Principal Retirement". The reduction in compensated absences of \$2,560,638 is included in payroll which is allocated among all of the functions.

The current portion of the claims payable is currently due and payable. Therefore, that amount is accrued in the General Fund and the School Lunch Fund. See Note 11 for additional disclosures.

The current portion of the compensated absences is based on an average of amounts used in previous periods. Compensated absences and other post-employment benefits are liquidated by the General Fund and Special Revenue Funds.

**NOTE 9 - INTERFUND TRANSFERS**

Fund Receiving Transfer	Amount Transferred In	Fund Making Transfer	Transferred Out
General Fund	\$ 5,481,285	General Fund	\$ 2,121,463
Other Federal Programs Fund	-	Other Federal Programs Fund	116,689
Capital Projects III Fund	2,121,463	Capital Projects III Fund	2,923,912
Non-major Funds	<u>1,196,478</u>	Capital Projects II Fund	<u>3,637,162</u>
Totals	<u>\$ 8,799,226</u>		<u>\$ 8,799,226</u>

The Capital Projects II Fund is used to account for the proceeds of a one-third of one percent sales and use tax dedicated to capital acquisition and improvements. The remaining transfers are used to recapture indirect costs. The above transfer represents the amount not needed for that purpose.

**ST. JOHN THE BAPTIST PARISH SCHOOL BOARD**  
**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)**  
**June 30, 2013**

**NOTE 10 – FUND BALANCE**

The following illustrates the specific purposes of each classification of fund balance in the financial statements:

	General Fund	Capital Projects III	Sinking III Fund	Other Govt. Funds	Total
Nonspendable:					
Inventory	\$ -	\$ -	\$ -	\$ 77,239	\$ 77,239
Prepays	896,540	-	-	-	896,540
Restricted:					
Debt service	-	-	2,639,582	318,248	2,957,830
Committed:					
Collateral	275,000	-	-	-	275,000
Assigned:					
Sales tax	2,502,945	-	-	-	2,502,945
Special revenue	-	-	-	115,649	115,649
Debt service	-	-	6,432,694	941,738	7,374,432
Capital projects	-	10,481,921	-	270,909	10,752,830
Unassigned	<u>5,955,542</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>5,955,542</u>
Total	<u>\$ 9,630,027</u>	<u>\$ 10,481,921</u>	<u>\$ 9,072,276</u>	<u>\$ 1,723,783</u>	<u>\$ 30,908,007</u>

**NOTE 11 - RISK MANAGEMENT**

The School Board is exposed to various risks of loss related to torts, theft of, damage to, and destruction of assets; errors and omissions; injuries to employees and students; and natural disasters. The School Board established a self-insurance program recorded in the General Fund to account for and finance its uninsured risk of loss as described below. No claim settlements in the past three years exceeded insurance coverage. Premiums are paid by the General Fund. Other funds are charged at the time of occurrence of the claim payment. The amounts of claim liabilities that are accrued are based on data as provided by a third party administrator.

**Workers' Compensation Insurance**

The School Board has a self-insurance program for workers' compensation whereby the School Board is exposed to losses relating to any potential claim for up to \$300,000 per occurrence and \$1,000,000 in the aggregate. The General Fund reports the claims expenditures and liabilities when it is probable that a loss has occurred and the amount of that loss can be reasonably estimated. The claims liability at June 30, 2013 totaled \$625,586.

**ST. JOHN THE BAPTIST PARISH SCHOOL BOARD**  
**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)**  
**June 30, 2013**

**NOTE 11 - RISK MANAGEMENT (CONTINUED)**

The School Board has one certificate of deposit totaling \$275,000, which is held in trust at a local bank for the Office of Worker's Compensation as collateral for potential claims against the School Board. This certificate is included in investments.

**General Liability and Automobile Insurance**

As of June 30, 2013, the School Board is insured for up to \$3,000,000 or \$1,000,000 per occurrence. The amount of the insurance deductible is \$50,000 per occurrence with no limit in aggregate, for public entity general liability and automobile (fleet) liability. The claims liability at June 30, 2013 totaled \$288,166. The changes in claims liability amounts were as follows for the years ended June 30, 2012 and 2013:

	<b><u>Beginning Fiscal Year Liability</u></b>	<b><u>Claims and Changes in Estimates</u></b>	<b><u>Benefit Payments and Claims</u></b>	<b><u>Balance at End of Fiscal Year</u></b>
Workers' compensation:				
2011	\$ 403,092	\$ 761,130	\$ (377,496)	\$ 786,726
2012	786,726	1,875,868	(2,010,796)	651,798
2013	651,798	1,482,994	(1,509,206)	625,586
Property damage and automotive liability:				
2011	\$ 269,821	\$ (22,369)	\$ (63,374)	\$ 184,078
2012	184,078	848,691	(764,397)	268,372
2013	268,372	91,738	(71,944)	288,166
Total:				
2011	\$ 672,913	\$ 738,761	\$ (440,870)	\$ 970,804
2012	970,804	2,724,559	(2,775,193)	920,170
2013	920,170	1,574,732	(1,581,150)	913,752

Changes in estimates are included in general administration expenditures. There were no significant reductions in insurance coverage during the fiscal year.

**NOTE 12 - DEFINED BENEFIT PENSION PLANS**

Substantially all employees of the School Board are members of two statewide retirement systems. In general, professional employees (such as teachers and principals) and lunchroom workers are members of the Teachers' Retirement System of Louisiana; other employees, such as custodial personnel and bus drivers are members of the Louisiana School Employees' Retirement System. These systems are cost-sharing, multiple-employer defined benefit pension plans administered by a separate board of trustees. Pertinent information, relative to each plan is as follows:

**ST. JOHN THE BAPTIST PARISH SCHOOL BOARD**  
**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)**  
**June 30, 2013**

**NOTE 12 - DEFINED BENEFIT PENSION PLANS (CONTINUED)**

***Teachers' Retirement System of Louisiana (TRSL)***

Plan description - The School Board participates in two membership plans of the TRSL, the Regular Plan and Plan B. The TRSL provides retirement benefits as well as disability and survivor benefits. Ten years of service credit is required to become vested for retirement benefits and five years to become vested for disability and survivor benefits. Benefits are established and amended by state statute. The TRSL issues a publicly available financial report that includes financial statements and required supplementary information for the TRSL. That report may be obtained by writing to the Teachers' Retirement System of Louisiana, Post Office Box 94123, Baton Rouge, Louisiana 70804-9123 or by calling (225) 925-6446.

Funding policy - Plan members are required to contribute 8.0 percent and 5.0 percent of their annual covered salary for the Regular Plan and Plan B, respectively. The School Board is required to contribute at an actuarially determined rate. The current rate is 20.2 percent of annual covered payroll for both membership plans. Member contributions and employer contributions for the TRSL are established by state law and rates are established by the Public Retirement Systems' Actuarial Committee. The School Board's employer contribution to the TRSL, as provided by state law, is provided by remittances from the School Board and by deductions from local ad valorem taxes.

The School Board's contributions to the TRSL for the years ended June 30, 2013, 2012 and 2011 were \$8,598,686 \$8,526,394 and \$7,363,630, respectively, equal to the required contributions for each year.

***Louisiana School Employees' Retirement System (LSERS)***

Plan Description - The LSERS provides retirement benefits as well as disability and survivor benefits. Ten years of service credit is required to become vested for retirement benefits and five years to become vested for disability and survivor benefits. Benefits are established and amended by state statute. The LSERS issues a publicly available financial report that includes financial statements and required supplementary information for the LSERS. That report may be obtained by writing to the Louisiana School Employees' Retirement System, Post Office Box 44516, Baton Rouge, Louisiana 70804 or by calling (225) 925-6484.

Funding Policy - Plan members are required to contribute 7.5 percent of their annual covered salary if enrolled prior to July 1, 2010 and 8.0 percent of their annual covered salary if enrolled as after July 1, 2010, and the School Board is required to contribute at an actuarially determined rate. The current rate is 24.3 percent of annual covered payroll. Member and employer contributions for the LSERS are established by state law and rates are established by the Public Retirement Systems' Actuarial Committee. The School Board's employer contribution for the LSERS is funded by remittances from the School Board.



**ST. JOHN THE BAPTIST PARISH SCHOOL BOARD**  
**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)**  
**June 30, 2013**

**NOTE 12 - DEFINED BENEFIT PENSION PLANS (CONTINUED)**

The School Board's contributions to the LSERS for the years ended June 30, 2013, 2012 and 2011 were \$954,517, \$914,106 and \$829,664, respectively, equal to the required contributions for each year.

**NOTE 13 - POST-RETIREMENT BENEFITS**

**Plan Description** – The School Board's medical benefits are provided to employees upon actual retirement.

Most employees are covered by the Teachers' Retirement System of Louisiana (TRSL), whose retirement eligibility (D.R.O.P. entry) provisions are as follows: 30 years of service at any age; age 55 and 25 years of service; or, age 65 and 20 years of service. The remainder of employees are covered by the Louisiana School Employees' Retirement System (LSER) whose retirement (D.R.O.P. entry) eligibility provisions are the same as TRSL except that they are also eligible to retire at age 60 and 10 years of service.

The basic life insurance amounts plus the supplemental amount can be continued after retirement. The employer pays for all of the basic and 50% of the supplemental insurance amounts, but based on blended rates. Since GASB 45 requires the use of "unblended" rates, we have used the 94GAR mortality table described below to "unblend" the rates within each group so as to reproduce the composite blended rate overall as the rate structure to project life premiums by age for the actuarial valuation of life insurance. Life insurance amounts are reduced by 50% at age 70. All of the assumptions used for the valuation of the medical benefits have been used except for the trend assumption; zero trend was used for life insurance.

**Contribution Rates** – Employees do not contribute to their post-employment benefits costs until they become retirees and begin receiving those benefits. The plan provisions and contribution rates are contained in the official plan documents.

**Fund Policy** – Until 2006, the School Board recognized the cost of providing post-employment medical and life insurance benefits (the School Board's portion of the retiree medical and life insurance benefit premiums) as an expense when the benefit premiums were due and thus financed the cost of the post-employment benefits on a pay-as-you-go basis. In 2013 and 2012, the School Board's portion of health care and life insurance funding cost for retired employees totaled \$2,616,610 and \$1,503,537, respectively.

Effective July 1, 2006, the School Board implemented Government Accounting Standards Board Statement Number 45, *Accounting and Financial Reporting by Employers for Post-employment Benefits Other than Pensions* (GASB 45). This amount was applied toward the Net OPEB Benefit Obligation as shown in the following table.

**ST. JOHN THE BAPTIST PARISH SCHOOL BOARD**  
**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)**  
**June 30, 2013**

**NOTE 13 - POST-RETIREMENT BENEFITS (CONTINUED)**

**Annual Required Contribution** – The School Board’s Annual Required Contribution (ARC) is an amount actuarially determined in accordance with GASB 45. The ARC is the sum of the Normal Cost plus the contribution to amortize the Unfunded Actuarial Accrued Liability (UAAL). A level dollar, open amortization period of 30 years (the maximum amortization period allowed by GASB 43/45) has been used for the post-employment benefits. The actuarially computed ARC is as follows:

	<u>2013</u>	<u>2012</u>
Normal cost	\$ 1,742,895	\$ 1,513,721
30-year UAL amortization amount	3,673,698	3,078,153
Annual required contribution (ARC)	<u>\$ 5,416,593</u>	<u>\$ 4,591,874</u>

**Net Post-employment Benefit Obligation (Asset)** – The table below shows the School Board’s Net Other Post-employment Benefit (OPEB) Obligation for fiscal years ending June 30:

	<u>2013</u>	<u>2012</u>
Beginning Net OPEB Obligation	\$ 10,534,447	\$ 7,581,286
Annual required contribution	5,416,593	4,591,874
Interest on Net OPEB Obligation	421,378	303,251
ARC Adjustment	<u>(609,208)</u>	<u>(438,427)</u>
OPEB Cost	5,228,763	4,456,698
Contribution to Irrevocable Trust	-	-
Current year retiree premium	<u>(2,616,610)</u>	<u>(1,503,537)</u>
Change in Net OPEB Obligation	2,612,153	2,953,161
Ending Net OPEB Obligation	<u>\$ 13,146,600</u>	<u>\$ 10,534,447</u>

The following table shows the School Board’s annual post-employment benefits (PEB) cost, percentage of the cost contributed, and the net unfunded post-employment benefits (PEB) liability for last year and this year:

<u>Fiscal Year Ended</u>	<u>Annual OPEB Cost</u>	<u>Percentage of Annual Cost Contributed</u>	<u>Net OPEB Liability (Asset)</u>
June 30, 2013	\$ 5,228,763	50.04%	\$ 13,146,600
June 30, 2012	\$ 4,456,698	33.74%	\$ 10,534,447

**Funded Status and Funding Progress** – In 2013 and 2012, the School Board made no contributions to its post-employment benefits plan. The plan is not funded, has no assets, and hence has a funded ratio of zero. Based on the July 1, 2012 actuarial valuation, the most recent valuation, the Actuarial Accrued Liability (AAL) at the end of the year June 30, 2013 was \$66,067,122 which is defined as that portion, as determined by a particular actuarial cost method

**ST. JOHN THE BAPTIST PARISH SCHOOL BOARD**  
**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)**  
**June 30, 2013**

**NOTE 13 - POST-RETIREMENT BENEFITS (CONTINUED)**

(the School Board uses the Projected Unit Credit Cost Method), of the actuarial present value of post-employment plan benefits and expenses which is not provided by normal cost.

	<b>2013</b>	<b>2012</b>
Actuarial Accrued Liability (AAL)	\$ 66,067,122	\$ 53,227,779
Actuarial Value of Plan Assets (AVP)	-	-
Unfunded Act. Accrued Liability (UAAL)	<u>\$ 66,067,122</u>	<u>\$ 53,227,779</u>
 Funded Ratio (AVP/AAL)	 0.00%	 0.00%
 Covered Payroll (active plan members)	 \$ 40,800,075	 \$ 41,156,350
UAAL as a percentage of covered payroll	161.93%	129.33%

Actuarial Methods and Assumptions – Actuarial valuations involve estimates of the value of reported amounts and assumptions about the probability of events far into the future. The actuarial valuation for post-employment benefits includes estimates and assumptions regarding (1) turnover rate; (2) retirement rate; (3) health care cost trend rate; (4) mortality rate; (5) discount rate (investment return assumption); and (6) the period to which the costs apply (past, current, or future years of service by employees). Actuarially determined amounts are subject to continual revision as actual results are compared to past expectations and new estimates are made about the future.

The actuarial calculations are based on the types of benefits provided under the terms of the substantive plan (the plan as understood by the School Board and its employee plan members) at the time of the valuation and on the pattern of sharing costs between the School Board and its plan members to that point. The projection of benefits for financial reporting purposes does not explicitly incorporate the potential effects of legal or contractual funding limitations on the pattern of cost sharing between the School Board and plan members in the future. Consistent with the long-term perspective of actuarial calculations, the actuarial methods and assumptions used include techniques that are designed to reduce short-term volatility in actuarial liabilities and the actuarial value of assets.

Actuarial Cost Method – The ARC is determined using the Projected Unit Credit Cost Method. The employer portion of the cost for retiree medical care in each future year is determined by projecting the current cost levels using the healthcare cost trend rate and discounting this projected amount to the valuation date using the other described pertinent actuarial assumptions, including the investment return assumption (discount rate), mortality and turnover.

Actuarial Value of Plan Assets – There are not any plan assets. It is anticipated that in future valuations, should funding take place, a smoothed market value consistent with Actuarial Standards Board ASOP 6, as provided in paragraph number 125 of GASB Statement 45.

**ST. JOHN THE BAPTIST PARISH SCHOOL BOARD**  
**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)**  
**June 30, 2013**

**NOTE 13 - POST-RETIREMENT BENEFITS (CONTINUED)**

**Turnover Rate** – An age-related turnover scale based on actual experience has been used. The rates, when applied to the active employee census, produce a composite average annual turnover of approximately 8%.

**Investment Return Assumption (Discount Rate)** – GASB Statement 45 states that the investment return assumption should be the estimated long-term investment yield on the investments that are expected to be used to finance the payment of benefits (that is, for a plan which is funded). Based on the assumption that the ARC will not be funded, a 4% annual investment return has been used in this valuation.

**Health Care Cost Trend Rate** – The expected rate of increase in medical cost is based on a graded schedule beginning with 8% annually, down to an ultimate annual rate of 5.0% for ten years out and later.

**Mortality Rate** - The 1994 Group Annuity Reserving (94GAR) table, projected to 2002, based on a fixed blend of 50% of the unloaded male mortality rates and 50% of the unloaded female mortality rates, is used. This is a recently published mortality table which has been used in determining the value of accrued benefits in defined benefit pension plans. Projected future mortality improvement has not been used since it is our opinion that this table contains sufficiently conservative margin for the population involved in this valuation.

**Method of Determining Value of Benefits** – The "value of benefits" has been assumed to be the portion of the premium after retirement date expected to be paid by the employer for each retiree and has been used as the basis for calculating the actuarial present value of OPEB benefits to be paid. The rates provided are "blended" rates for active and retired. Since GASB 45 requires the use of "unblended" rates, we have used estimated "unblended" rates as follows. The pre-Medicare employer provided rates were determined by adding 30% to the currently prevailing blended "total premium" rates, and then subtracting the "State premium" and "Retiree " portions. The post-Medicare employer provided rates were determined by subtracting 20% from the currently prevailing blended "total premium" rates, and then subtracting the "State premium" and "Retiree" portions. The employer pays a percentage of the premium after retirement based on the number of years of service at retirement as follows: 20 or more years, 100%; 15 but less than 20 years, 75%; 10 but less than 15 years, 50%; and, 0% for less than 10 years. In the absence of complete data concerning the length of service at retirement for current retirees, it has been assumed that the employer pays an average of 80% of the current retirees' premiums.

**Inflation Rate.** Included in both the Investment Return Assumption and the Healthcare Cost Trend rates above is an implicit inflation assumption of 2.50% annually.

**Projected Salary Increases.** This assumption is not applicable since neither the benefit structure nor the valuation methodology involves salary.

**ST. JOHN THE BAPTIST PARISH SCHOOL BOARD**  
**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)**  
**June 30, 2013**

**NOTE 13 - POST-RETIREMENT BENEFITS (CONTINUED)**

**Post-retirement Benefit Increases** - The plan benefit provisions in effect for retirees as of the valuation date have been used and it has been assumed for valuation purposes that there will not be any changes in the future.

Below is a summary of OPEB cost and contributions for the last three fiscal calendar years:

	<b>OPEB Costs and Contributions</b>		
	<b><u>2011</u></b>	<b><u>2012</u></b>	<b><u>2013</u></b>
OPEB Cost	\$ 4,508,338	\$ 4,456,698	\$ 5,228,763
Contribution	-	-	-
Retiree premium	1,612,125	1,503,537	2,616,610
Total contribution and premium	<u>1,612,125</u>	<u>1,503,537</u>	<u>2,616,610</u>
Change in net OPEB obligation	\$ <u>2,896,213</u>	\$ <u>2,953,161</u>	\$ <u>2,612,153</u>
% of contribution to cost	0.00%	0.00%	0.00%
% of contribution plus premium to cost	35.76%	33.74%	50.04%

**NOTE 14 - CHANGE IN AGENCY DEPOSITS DUE OTHERS**

A summary of changes in deposits due others is as follows:

	<b><u>School Activity</u></b>	<b><u>Sales Tax Fund</u></b>	<b><u>Total</u></b>
Balance at beginning of year	\$ 218,073	\$ 683,880	\$ 901,953
Additions	1,481,063	47,056,496	48,537,559
Deductions	<u>(1,361,859)</u>	<u>(47,022,073)</u>	<u>(48,383,932)</u>
Balance at end of year	<u>\$ 337,277</u>	<u>\$ 718,303</u>	<u>\$ 1,055,580</u>

**NOTE 15 - COMMITMENTS AND CONTINGENCIES**

At June 30, 2013, the School Board was a defendant in various lawsuits principally arising from the normal course of operations. The School Board's legal counsel has reviewed the School Board's claims and lawsuits, which are primarily personal injury claims, in order to evaluate the likelihood of an unfavorable outcome to the School Board and to arrive at the estimate, if any, of the amount or range of potential claims and lawsuits that have been categorized into "probable," "reasonably possible", or "remote," as defined by the GASB Codification C50.

**ST. JOHN THE BAPTIST PARISH SCHOOL BOARD**  
**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)**  
**June 30, 2013**

**NOTE 15 - COMMITMENTS AND CONTINGENCIES (CONTINUED)**

Amounts of claims classified as “probable” have been accrued as claims payable, as explained in Note 11. It is the opinion of the School Board, after conferring with legal counsel for the School Board, that several of the potential claims against the School Board, while not classified as “probable,” do have the reasonable possibility of an unfavorable outcome, with an estimated maximum possible liability to the School Board of \$281,700.

Amounts received or receivable from grant agencies are subject to audit and adjustment by grantor agencies, principally by the federal government. Any disallowed claims, including amounts already collected, may constitute a liability of the applicable funds. The amount, if any, of expenditures which may be disallowed by the grantor cannot be determined at this time although the School Board expects such amounts, if any, to be immaterial.

**NOTE 16 – SALES TAX COLLECTIONS**

The School Board collects four and three-quarters percent (4 ¾%) in sales and use tax. The sales and use tax is collected by an independent contractor, who is contracted through the School Board and serves as the sales tax department. The School Board’s costs of collecting the funds are shared proportionally by the Parish Council, Sheriff’s Department and the School Board. The sales and use tax distributed, on a cash basis, for the year ending June 30, 2013 is as follows:

	<u>Tax Rate</u>	<u>Total Collections</u>	<u>Collection Fees</u>	<u>Final Distribution</u>
School Board	2.25%	\$ 22,571,419	\$ 435,210	\$ 22,136,209
Parish Council	2.25%	21,489,365	415,225	21,074,140
Sheriff’s Department	.25%	2,492,381	48,065	2,444,316
Total		<u>\$ 46,553,165</u>	<u>\$ 898,500</u>	<u>\$ 45,654,665</u>

**NOTE 17 – NEW REPORTING STANDARD**

In June 2012, the Governmental Accounting Standards Board (“GASB”) issued Statement No. 67, Accounting and Financial Reporting for Pensions. GASB No. 67 establishes standards for measuring and recognizing liabilities associated with pension plans of employer governments. This accounting standard is effective for the School System’s financial statements for the year ended June 30, 2014. The School System has not yet determined the impact that adoption of GASB 67 will have on its government wide financial statements.

**ST. JOHN THE BAPTIST PARISH SCHOOL BOARD**  
**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)**  
**June 30, 2013**

**NOTE 18 – PRIOR PERIOD ADJUSTMENTS**

In the June 30, 2012 financial statements, the School Board reported liabilities of \$371,582 and 897,326 for general liability and workers compensation liability, respectively, on the Governmental Funds Balance Sheet. During 2012-2013, it was noted that the liabilities should have been \$18,806 and \$254,274 for general liability and workers compensation liability, respectively. This error was caused by reporting the total liability on the fund financials rather than only the current portion. This prior period adjustment is presented as an adjustment to the beginning fund balance in the Governmental Funds Statement of Revenues, Expenditures and Changes in Fund Balance.

	<u>As Presented</u> <u>June 30, 2012</u>	<u>Prior Period</u> <u>Adjustment</u>	<u>As Restated</u> <u>June 30, 2012</u>
General Liability	\$ 371,582	(\$ 352,776)	\$ 18,806
Workers Compensation Liability	897,326	(643,052)	254,274
Fund Balance	4,505,667	995,828	5,501,495
Net Change in Fund Balance	18,441,275	995,828	19,437,103

In the June 30, 2012 financial statements, the School Board reported \$-0- for sales tax receivables, on the Governmental Funds Balance Sheet. During 2012-2013, it was noted that the receivable balance should have been \$1,765,010. This error was caused by recognizing 12 months of sales tax revenue in the prior year, but failing to recognize that the sales tax revenue is earned the month before it is collected and received. This prior period adjustment is presented as an adjustment to the beginning fund balance in the Governmental Funds Statement of Revenues, Expenditures and Changes in Fund Balance. This prior period adjustment is also presented as an adjustment to the beginning fund balance in the government-wide Statement of Activities.

	<u>As Presented</u> <u>June 30, 2012</u>	<u>Prior Period</u> <u>Adjustment</u>	<u>As Restated</u> <u>June 30, 2012</u>
<b>General Fund</b>			
Sales Tax Receivable	\$ -0-	\$ 1,503,428	\$ 1,503,428
Fund Balance- General Fund	4,505,667	1,503,428	6,009,095
Net Change in Fund Balance	18,441,275	1,503,428	19,944,703
<b>NonMajor Fund- Construction II</b>			
Sales Tax Receivable	\$ -0-	\$ 261,582	\$ 261,582
Fund Balance- General Fund	49,999	261,582	311,581
Net Change in Fund Balance	49,999	261,582	311,581

**ST. JOHN THE BAPTIST PARISH SCHOOL BOARD**  
**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)**  
**June 30, 2013**

**NOTE 18 – PRIOR PERIOD ADJUSTMENTS (CONTINUED)**

In the June 30, 2012 financial statements, the School Board reported \$78,479,238 for capital assets, net, on the Statement of Net Position (formerly the Statement of Net Assets). During 2012-2013, it was noted that the capital asset balance should have been \$79,594,656. This error was caused by an accounting error. This prior period adjustment is presented as an adjustment to the beginning fund balance in the government-wide Statement of Activities.

	<u>As Presented</u> <u>June 30, 2012</u>	<u>Prior Period</u> <u>Adjustment</u>	<u>As Restated</u> <u>June 30, 2012</u>
Capital Assets, net	\$ 78,479,238	\$ 1,115,418	\$ 79,594,238
Net Position	19,362,573	1,115,418	20,477,991
Change in Net Position	(4,684,853)	1,115,418	(3,569,435)

In the June 30, 2012 financial statements, the School Board reported \$1,801,656 for the Compensated Absences liability, on the Statement of Net Position (formerly the Statement of Net Assets). During 2012-2013, it was noted that the compensated absences balance should have been \$2,835,812. This error was caused by a miscalculation of the liability. This prior period adjustment is presented as an adjustment to the beginning fund balance in the government-wide Statement of Activities.

	<u>As Presented</u> <u>June 30, 2012</u>	<u>Prior Period</u> <u>Adjustment</u>	<u>As Restated</u> <u>June 30, 2012</u>
Compensated Absences	\$ 1,801,656	\$ 1,034,156	\$ 2,835,812
Net Position	19,362,573	(1,034,156)	18,328,417
Change in Net Position	(4,684,853)	(1,034,156)	(5,719,009)

In the June 30, 2012 financial statements, the School Board reported liabilities of \$445,486 and \$968,166 for general liability and workers compensation liability, respectively, on the Statement of Net Position (formerly the Statement of Net Assets). During 2012-2013, it was noted that the total general liability and workers compensation liabilities should have been \$268,372 and \$651,798. This error was caused by over-estimating the current and noncurrent liabilities of these related claims. This prior period adjustment is presented as an adjustment to the beginning fund balance in the government-wide Statement of Activities.

	<u>As Presented</u> <u>June 30, 2012</u>	<u>Prior Period</u> <u>Adjustment</u>	<u>As Restated</u> <u>June 30, 2012</u>
General Liability	\$ 445,486	\$ (177,114)	\$ 268,372
Workers Compensation Liability	968,166	(316,368)	651,798
Net Position	19,362,573	493,482	19,856,055
Change in Net Position	(4,684,853)	493,482	(4,191,371)



**ST. JOHN THE BAPTIST PARISH SCHOOL BOARD**  
**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)**  
**June 30, 2013**

**NOTE 19 – HURRICANE ISAAC**

On August 26, 2012, Hurricane Isaac caused catastrophic property damage to Southeast Louisiana, including St. John the Baptist Parish. The School Board suffered substantial physical damage to its buildings and equipment. Management, along with its consultants, has estimated its property damage to be \$40.7 million as described below:

East St. John High School	\$ 14,876,853
Lake Pontchartrain Elementary	11,072,739
Contents	5,810,039
Emergency protective measures	4,567,820
Increased transportation costs	1,912,465
Temporary facilities	1,870,280
Permanent concessions	174,228
School bus replacement	161,030
Permanent grounds repair	144,945
Miscellaneous losses	70,446
Food spoilage	<u>62,864</u>
	<u>\$ 40,723,709</u>

Management is seeking assistance and reimbursement for all such costs from the Federal Emergency Management Agency. However, the School Board is responsible for a 25% matching requirement, approximately \$10.2 million. It is management's intention to fund these projects through debt issuances.

**NOTE 20 – SUBSEQUENT EVENTS**

The School Board has evaluated subsequent events through December 12, 2013 the date the financial statements were available to be issued and did not identify any events considered necessary for disclosure.

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**REQUIRED SUPPLEMENTARY INFORMATION -**

**PART II**

**ST. JOHN THE BAPTIST PARISH SCHOOL BOARD  
BUDGETARY COMPARISON SCHEDULES  
GENERAL FUND AND MAJOR SPECIAL REVENUE FUNDS WITH  
LEGALLY ADOPTED BUDGETS**

**GENERAL FUND**

To account for resources traditionally associated with the School Board which are not required legally or by prudent financial management to be accounted for in another fund.

**SPECIAL REVENUE FUNDS**

Special Revenue Funds account for the proceeds of specific revenue sources (other than expendable trusts, or for major capital projects) that are legally restricted to expenditures for specific purposes.

**Other Federal Programs Fund**

Other Federal Programs Fund is a used to account for all federal programs except for the School Lunch Fund and Title I. The main revenue sources are FEMA, IDEA, IDEA Preschool, and Headstart.

**ST. JOHN THE BAPTIST PARISH SCHOOL BOARD**  
**GENERAL FUND**  
**BUDGETARY COMPARISON SCHEDULE**  
**For the Year Ended June 30, 2013**

	Original Budget	Final Budget	Actual	Variance With final Budget- Over (Under)
<b>REVENUES</b>				
Local sources:				
Taxes:				
Ad valorem	\$ 10,634,199	\$ 11,905,505	\$ 11,930,772	\$ 25,267
Sales and use	16,311,498	18,935,350	19,273,087	337,737
Interest earnings	24,848	24,848	30,202	5,354
Other	497,951	5,395,713	4,777,728	(617,985)
Total Local Sources	<u>27,468,496</u>	<u>36,261,416</u>	<u>36,011,789</u>	<u>(249,627)</u>
State sources:				
Minimum Foundation Program	32,079,559	28,723,528	29,300,425	576,897
State revenue sharing	207,451	207,451	196,023	(11,428)
Other	838,529	863,042	684,901	(178,141)
Total State Sources	<u>33,125,539</u>	<u>29,794,021</u>	<u>30,181,349</u>	<u>387,328</u>
Federal sources	<u>435,287</u>	<u>435,363</u>	<u>410,438</u>	<u>(24,925)</u>
<b>TOTAL REVENUES</b>	<u>61,029,322</u>	<u>66,490,800</u>	<u>66,603,576</u>	<u>112,776</u>
<b>EXPENDITURES</b>				
Current:				
Instruction:				
Regular programs	25,980,322	26,361,272	25,809,903	551,369
Special programs	9,175,157	8,578,597	8,367,472	211,125
Vocational programs	1,591,189	1,570,697	1,473,013	97,684
All other programs	2,724,604	2,886,289	2,719,914	166,375
Support services:				
Student services	4,749,469	4,797,179	4,666,576	130,603
Instructional staff support	645,621	640,628	618,494	22,134
General administration	1,438,025	1,672,334	1,637,308	35,026
School administration	4,749,182	5,086,633	5,039,815	46,818
Business services	646,515	669,342	655,543	13,799
Plant services	6,773,517	11,872,688	10,965,712	906,976

(Continued)

**ST. JOHN THE BAPTIST PARISH SCHOOL BOARD**  
**GENERAL FUND**  
**BUDGETARY COMPARISON SCHEDULE (CONTINUED)**  
**For the Year Ended June 30, 2013**

	Original Budget	Final Budget	Actual	Variance With final Budget- Over (Under)
Student transportation services	\$ 4,082,908	\$ 4,311,788	\$ 4,389,861	\$ (78,073)
Central services	927,935	925,372	880,392	44,980
Capital Outlay	-	-	42,986	(42,986)
Debt service:				
Principal retirement	58,000	58,000	58,000	-
Interest and bank charges	12,491	12,491	13,305	(814)
Total expenditures	<u>63,554,935</u>	<u>69,443,310</u>	<u>67,338,294</u>	<u>2,105,016</u>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>	<u>(2,525,613)</u>	<u>(2,952,510)</u>	<u>(734,718)</u>	<u>(1,992,240)</u>
<b>OTHER FINANCING SOURCES (USES):</b>				
Transfers in	2,077,615	2,368,060	5,481,285	3,113,225
Transfers out	<u>-</u>	<u>-</u>	<u>(2,121,463)</u>	<u>2,121,463</u>
Total other financing sources (uses)	<u>2,077,615</u>	<u>2,368,060</u>	<u>3,359,822</u>	<u>5,234,688</u>
<b>NET CHANGE IN FUND BALANCES</b>	<u>(447,998)</u>	<u>(584,450)</u>	<u>2,625,104</u>	<u>3,242,448</u>
<b>FUND BALANCES</b>				
Beginning	7,004,923	4,505,667	4,505,667	-
PRIOR PERIOD ADJUSTMENT	<u>-</u>	<u>-</u>	<u>2,499,256</u>	<u>2,499,256</u>
<b>BEGINNING, AS RESTATED</b>	<u>7,004,923</u>	<u>4,505,667</u>	<u>7,004,923</u>	<u>2,499,256</u>
<b>FUND BALANCES</b>				
Ending	<u>\$ 6,556,925</u>	<u>\$ 3,921,217</u>	<u>\$ 9,630,027</u>	<u>\$ 5,741,704</u>

**ST. JOHN THE BAPTIST PARISH SCHOOL BOARD  
OTHER FEDERAL PROGRAMS SPECIAL REVENUE FUND  
BUDGETARY COMPARISON SCHEDULE  
For the Year Ended June 30, 2013**

	Original Budget	Final Budget	Actual	Variance With final Budget- Over (Under)
<b>REVENUES</b>				
Federal sources	\$ 4,689,131	\$ 8,356,830	\$ 9,469,783	\$ 1,112,953
<b>TOTAL REVENUES</b>	<u>4,689,131</u>	<u>8,356,830</u>	<u>9,469,783</u>	<u>1,112,953</u>
<b>EXPENDITURES</b>				
Current:				
Instruction:				
Special programs	2,576,171	2,611,384	1,876,634	734,750
Vocational programs	111,119	114,208	112,623	1,585
All other programs	1,313,468	1,437,463	1,545,037	(107,574)
Support services:				
Student services	66,515	52,007	97,145	(45,138)
Instructional staff support	16,719	16,719	24,962	(8,243)
General administration	491,617	-	-	-
Business services	37,489	37,489	55,517	(18,028)
Plant services	-	4,047,750	5,573,343	(1,525,593)
Student transportation services	6,500	8,446	48,169	(39,723)
School food services	21,399	21,186	19,664	1,522
Total expenditures	<u>4,640,997</u>	<u>8,346,652</u>	<u>9,353,094</u>	<u>(1,006,442)</u>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>	<u>48,134</u>	<u>10,178</u>	<u>116,689</u>	<u>2,119,395</u>
<b>OTHER FINANCING SOURCES (USES):</b>				
Transfers out	<u>(48,134)</u>	<u>(10,011)</u>	<u>(116,689)</u>	<u>106,678</u>
Total other financing sources (uses)	<u>(48,134)</u>	<u>(10,011)</u>	<u>(116,689)</u>	<u>106,678</u>
<b>NET CHANGE IN FUND BALANCE</b>	-	167	-	2,226,073
<b>FUND BALANCES, Beginning</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>FUND BALANCES, Ending</b>	<u>\$ -</u>	<u>\$ 167</u>	<u>\$ -</u>	<u>\$ 2,226,073</u>

**ST. JOHN THE BAPTIST PARISH SCHOOL BOARD  
NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION  
FOR THE YEAR ENDED JUNE 30, 2013**

**NOTE 1 - BUDGETARY BASIS OF ACCOUNTING**

Budgets for the General Fund and Special Revenue Funds are legally adopted by the School Board on a basis consistent with generally accepted accounting principles (GAAP).



**ST. JOHN THE BAPTIST PARISH SCHOOL BOARD**  
**SCHEDULE OF FUNDING PROGRESS- OTHER POST EMPLOYMENT BENEFITS**  
**FOR THE YEAR ENDED JUNE 30, 2013**

<b>Actuarial Valuation Date</b>	<b>Actuarial Value of Assets (a)</b>	<b>Actuarial Accrued Liability (AAL) (b)</b>	<b>Unfunded AAL (UAAL) (b-a)</b>	<b>Funded Ratio (a/b)</b>	<b>Covered Payroll (c)</b>	<b>UAAL as a Percentage of Covered Payroll ((b-a)/c)</b>
6/30/2013	\$ -	\$ 66,067,122	\$ 66,067,122	0%	\$ 40,800,075	162%
6/30/2012	-	53,227,779	53,227,779	0%	41,156,350	129%
6/30/2011	-	53,227,779	53,227,779	0%	41,156,350	129%

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## **OTHER SUPPLEMENTARY INFORMATION**

**ST. JOHN THE BAPTIST PARISH SCHOOL BOARD  
NON-MAJOR FUNDS DESCRIPTIONS**

**SPECIAL REVENUE FUNDS**

Special Revenue Funds account for the proceeds of specific revenue sources (other than expendable trusts, or for major capital projects) that are legally restricted to expenditures for specific purposes.

Improving America's Schools Act (Title I) Fund

Title I is a program to enable schools to provide opportunities for children served to acquire the knowledge and skills contained in the challenging state and local content standards and to meet the challenging state and local performance standards developed for all children.

School Lunch/Breakfast Fund

The School Lunch/Breakfast Fund accounts for the operation of the school food service programs in the parish school system during the regular school term. The basic goals of the school food service programs are to serve nutritionally adequate, attractive, and moderately-priced meals, to help children grow socially, and to provide learning experiences that will improve children's food habits with the ultimate goal of physically-fit adults.

**CAPITAL PROJECTS FUNDS**

Capital Projects Funds are used to account for financial resources to be used for the acquisition or construction of major capital facilities and for the major repairs thereto. Separate capital project funds are maintained to account for the proceeds of major general obligation bonds and other financing proceeds.

Capital Projects II Fund

This fund is used to account for the proceeds and use of a one-third of the one percent sales and use tax dedicated to capital acquisition and improvements. It also accounts for the proceeds and use of a sales tax revenue bond dedicated for the purpose of making capital improvements to the School Board.

**DEBT SERVICE FUNDS**

The Debt Service Funds, established to meet requirements of bond ordinances, are used to account for the accumulation of resources for the payment of general long-term debt principal, interest and related costs.

Sinking II Fund

This fund was established to meet the requirements of the bond ordinances and is used to account for the accumulation of resources for the payment of general long-term debt principal, interest, and related costs.

**ST. JOHN THE BAPTIST PARISH SCHOOL BOARD**  
**NONMAJOR GOVERNMENTAL FUNDS**  
**COMBINING BALANCE SHEET**  
**June 30, 2013**

	<u>Special Revenue</u>		<u>Capital Projects</u>	<u>Debt Service</u>	
	<u>Improving America's Schools (Title I)</u>	<u>School Lunch/Breakfast</u>	<u>Construction Fund II</u>	<u>Sinking Fund II</u>	<u>Total Non-major Government Funds</u>
<b>ASSETS</b>					
Cash and cash equivalents	\$ 257,584	\$ 463,080	\$ 2,098,678	\$ 1,259,986	\$ 4,079,328
Due from other governments	1,046,045	-	-	-	1,046,045
Other receivables	-	-	276,995	-	276,995
Inventory	-	77,239	-	-	77,239
<b>TOTAL ASSETS</b>	<u>\$ 1,303,629</u>	<u>\$ 540,319</u>	<u>\$ 2,375,673</u>	<u>\$ 1,259,986</u>	<u>\$ 5,479,607</u>
<b>LIABILITIES AND FUND BALANCES</b>					
<b>Liabilities:</b>					
Accounts, salaries, and other payables	\$ 291,212	\$ 243,141	\$ -	\$ -	\$ 534,353
Workers compensation liability	-	79,055	-	-	79,055
Interfund payables	1,012,417	25,235	2,104,764	-	3,142,416
Total Liabilities	<u>1,303,629</u>	<u>347,431</u>	<u>2,104,764</u>	<u>-</u>	<u>3,755,824</u>
<b>Fund balances:</b>					
Nonspendable	-	77,239	-	-	77,239
Restricted	-	-	-	318,248	318,248
Committed	-	-	-	-	-
Assigned	-	115,649	270,909	941,738	1,328,296
Unassigned	-	-	-	-	-
Total Fund Balances	<u>-</u>	<u>192,888</u>	<u>270,909</u>	<u>1,259,986</u>	<u>1,723,783</u>
<b>TOTAL LIABILITIES AND FUND BALANCES</b>	<u>\$ 1,303,629</u>	<u>\$ 540,319</u>	<u>\$ 2,375,673</u>	<u>\$ 1,259,986</u>	<u>\$ 5,479,607</u>

**ST. JOHN THE BAPTIST PARISH SCHOOL BOARD  
NONMAJOR GOVERNMENTAL FUNDS  
COMBINING STATEMENT OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCES  
For the Year Ended June 30, 2013**

	Special Revenue		Capital Projects	Debt Service	Total
	Improving America's Schools (Title I)	School Lunch/Breakfast	Construction II Fund	Sinking II Fund	Non-major Government Funds
<b>REVENUES</b>					
Local sources:					
Taxes:					
Sales and use	\$ -	\$ -	\$ 3,353,670	\$ -	\$ 3,353,670
Interest earnings	-	3,107	4,471	5,060	12,638
Charges for services	-	115,528	-	-	115,528
Other	-	9,400	-	-	9,400
Total local sources	-	128,035	3,358,141	5,060	3,491,236
State sources:					
Minimum Foundation Program	-	66,214	-	-	66,214
Other	-	2,600	-	-	2,600
Total State Sources	-	68,814	-	-	68,814
Federal sources	3,181,011	3,338,481	-	-	6,519,492
<b>TOTAL REVENUES</b>	<b>3,181,011</b>	<b>3,535,330</b>	<b>3,358,141</b>	<b>5,060</b>	<b>10,079,542</b>
<b>EXPENDITURES</b>					
Current:					
Instruction:					
All other programs	2,730,900	-	-	-	2,730,900
Support services:					
Instructional staff support	240,062	-	-	-	240,062
General administration	-	-	97,572	-	97,572
Plant services	4,371	5,642	-	-	10,013
Student transportation services	19,757	-	-	-	19,757
School food services	-	3,392,460	-	-	3,392,460
Debt service:					
Principal retirement	-	-	-	500,000	500,000
Interest and bank charges	-	-	-	696,478	696,478
<b>TOTAL EXPENDITURES</b>	<b>2,995,090</b>	<b>3,398,102</b>	<b>97,572</b>	<b>1,196,478</b>	<b>7,687,242</b>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>	<b>185,921</b>	<b>137,228</b>	<b>3,260,569</b>	<b>(1,191,418)</b>	<b>2,392,300</b>
<b>OTHER FINANCING SOURCES (Uses)</b>					
Transfers in	-	-	-	1,196,478	1,196,478
Transfers out	(185,921)	(150,000)	(3,301,241)	-	(3,637,162)
<b>TOTAL OTHER FINANCING SOURCES (USES)</b>	<b>(185,921)</b>	<b>(150,000)</b>	<b>(3,301,241)</b>	<b>1,196,478</b>	<b>(2,440,684)</b>
<b>NET CHANGE IN FUND BALANCES</b>	<b>-</b>	<b>(12,772)</b>	<b>(40,672)</b>	<b>5,060</b>	<b>(48,384)</b>
<b>FUND BALANCE - BEGINNING</b>	<b>-</b>	<b>205,660</b>	<b>49,999</b>	<b>1,254,926</b>	<b>1,510,585</b>
<b>PRIOR PERIOD RESTATEMENT</b>	<b>-</b>	<b>-</b>	<b>261,582</b>	<b>-</b>	<b>261,582</b>
<b>BEGINNING, AS RESTATED</b>	<b>-</b>	<b>205,660</b>	<b>311,581</b>	<b>1,254,926</b>	<b>1,772,167</b>
<b>FUND BALANCE - ENDING</b>	<b>\$ -</b>	<b>\$ 192,888</b>	<b>\$ 270,909</b>	<b>\$ 1,259,986</b>	<b>\$ 1,723,783</b>

**ST. JOHN THE BAPTIST PARISH SCHOOL BOARD**  
**NONMAJOR SPECIAL REVENUE FUND**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND**  
**CHANGES IN FUND BALANCES**  
**For the Year Ended June 30, 2013**

**Lunch/Breakfast Special Revenue Fund**

	Original Budget	Final Budget	Actual	Variance With final Budget- Over (Under)
<b>REVENUES</b>				
Local sources:				
Taxes:				
Interest earnings	\$ 2,191	\$ 2,900	\$ 3,107	\$ 207
Charges for services	222,984	129,500	115,528	(13,972)
Other	17,000	17,000	9,400	(7,600)
Total Local Sources	<u>242,175</u>	<u>149,400</u>	<u>128,035</u>	<u>(21,365)</u>
State sources:				
Minimum Foundation Program	65,398	66,214	66,214	-
Other	10,955	10,955	2,600	(8,355)
Total State Sources	<u>76,353</u>	<u>77,169</u>	<u>68,814</u>	<u>(8,355)</u>
Federal sources	<u>3,500,069</u>	<u>3,407,850</u>	<u>3,338,481</u>	<u>(69,369)</u>
TOTAL REVENUES	<u>3,818,597</u>	<u>3,634,419</u>	<u>3,535,330</u>	<u>(99,089)</u>
<b>EXPENDITURES</b>				
Current:				
Support services:				
Plant services	7,369	7,447	5,642	1,805
School food services	<u>3,682,490</u>	<u>3,829,784</u>	<u>3,392,460</u>	<u>437,324</u>
Total expenditures	<u>3,689,859</u>	<u>3,837,231</u>	<u>3,398,102</u>	<u>439,129</u>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>	<u>128,738</u>	<u>(202,812)</u>	<u>137,228</u>	<u>(538,218)</u>
<b>OTHER FINANCING SOURCES (USES):</b>				
Transfers out	<u>(141,000)</u>	<u>-</u>	<u>(150,000)</u>	<u>150,000</u>
Total other financing sources (uses)	<u>(141,000)</u>	<u>-</u>	<u>(150,000)</u>	<u>150,000</u>
<b>NET CHANGE IN FUND BALANCES</b>	<u>(12,262)</u>	<u>(202,812)</u>	<u>(12,772)</u>	<u>(388,218)</u>
<b>FUND BALANCES, Beginning</b>	<u>205,660</u>	<u>205,660</u>	<u>205,660</u>	<u>-</u>
<b>FUND BALANCES, Ending</b>	<u>\$ 193,398</u>	<u>\$ 2,848</u>	<u>\$ 192,888</u>	<u>\$ (388,218)</u>

**ST. JOHN THE BAPTIST PARISH SCHOOL BOARD  
NONMAJOR SPECIAL REVENUE FUND  
SCHEDULE OF REVENUES, EXPENDITURES, AND  
CHANGES IN FUND BALANCES  
For the Year Ended June 30, 2013**

**Improving America's Schools Act (Title) Fund**

	Original Budget	Final Budget	Actual	Variance With final Budget- Over (Under)
<b>REVENUES</b>				
Federal sources	\$ 5,139,481	\$ 3,852,657	\$ 3,181,011	\$ (671,646)
<b>TOTAL REVENUES</b>	<u>5,139,481</u>	<u>3,852,657</u>	<u>3,181,011</u>	<u>(671,646)</u>
<b>EXPENDITURES</b>				
Current:				
Instruction:				
All other programs	4,359,999	3,374,171	2,730,900	643,271
Support services:				
Instructional staff support	336,202	184,530	240,062	(55,532)
Plant services	9,000	17,546	4,371	13,175
Student transportation services	41,770	36,951	19,757	17,194
Capital Outlay	105,702	-	-	-
<b>Total expenditures</b>	<u>4,852,673</u>	<u>3,613,198</u>	<u>2,995,090</u>	<u>618,108</u>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>	<u>286,808</u>	<u>239,459</u>	<u>185,921</u>	<u>(1,289,754)</u>
<b>OTHER FINANCING SOURCES (USES):</b>				
Transfers out	<u>(286,808)</u>	<u>(224,175)</u>	<u>(185,921)</u>	<u>(38,254)</u>
<b>Total other financing sources (uses)</b>	<u>(286,808)</u>	<u>(224,175)</u>	<u>(185,921)</u>	<u>(38,254)</u>
<b>NET CHANGE IN FUND BALANCES</b>	-	15,284	-	(1,328,008)
<b>FUND BALANCES, Beginning</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>FUND BALANCES, Ending</b>	<u>\$ -</u>	<u>\$ 15,284</u>	<u>\$ -</u>	<u>\$ (1,328,008)</u>



**ST. JOHN THE BAPTIST PARISH SCHOOL BOARD**  
**FIDUCIARY TYPE FUNDS - AGENCY FUNDS DESCRIPTIONS**

Agency Funds account for assets held by an entity as an agent for individuals, private organizations, other governments, and/or other entity's funds.

**School Activity Fund**

The activities of the various individual school accounts are accounted for in the School Activity Fund. While the fund is under the supervision of the School Board, these monies belong to the individual schools or their student bodies and are not available for use by the School Board.

**Sales Tax Fund**

The Sales Tax Fund accounts for the collection and distribution of St. John the Baptist Parish's four and three-quarters percent sales and use tax. Two and one-quarter percent is dedicated to the St. John the Baptist School Board, two and one-quarter percent is dedicated to the St. John the Baptist Parish Council and one-quarter percent is dedicated to the St. John the Baptist Parish Sheriff's Department.

**ST. JOHN THE BAPTIST PARISH SCHOOL BOARD  
COMBINING STATEMENT OF FIDUCIARY ASSETS  
AND LIABILITIES - ALL AGENCY FUNDS  
June 30, 2013**

	<u>School Activity Fund</u>	<u>Sales Tax Fund</u>	<u>Total</u>
<b>Assets</b>			
Cash and cash equivalents	\$ 337,277	\$ 718,303	\$ 1,055,580
<b>Total assets</b>	<u>\$ 337,277</u>	<u>\$ 718,303</u>	<u>\$ 1,055,580</u>
<b>Liabilities</b>			
Accounts payable	\$ -	\$ 631,582	\$ 631,582
Due to other funds	-	41,079	41,079
Due to Sheriff	-	4,564	4,564
Due to St. John the Baptist Parish Council	-	41,078	41,078
Amounts held for school activities	<u>337,277</u>	<u>-</u>	<u>337,277</u>
<b>Total liabilities</b>	<u>\$ 337,277</u>	<u>\$ 718,303</u>	<u>\$ 1,055,580</u>

**ST. JOHN THE BAPTIST PARISH SCHOOL BOARD**  
**COMBINING STATEMENT OF CHANGES IN**  
**ASSETS AND LIABILITIES - ALL AGENCY FUNDS**  
**For the Year Ended June 30, 2013**

	Balance June 30, 2012	Additions	Deductions	Balance June 30, 2013
<b>School Activity Fund</b>				
Assets:				
Cash and cash equivalents	\$ 218,073	\$ 1,481,063	\$ 1,361,859	\$ 337,277
Total assets	<u>\$ 218,073</u>	<u>\$ 1,481,063</u>	<u>\$ 1,361,859</u>	<u>\$ 337,277</u>
Liabilities:				
Amounts held for school activities	\$ 218,073	\$ 1,481,063	\$ 1,361,859	\$ 337,277
Total liabilities	<u>\$ 218,073</u>	<u>\$ 1,481,063</u>	<u>\$ 1,361,859</u>	<u>\$ 337,277</u>
<b>Sales Tax Fund</b>				
Assets:				
Cash and cash equivalents	\$ 683,880	\$ 47,056,496	\$ 47,022,073	\$ 718,303
Total assets	<u>\$ 683,880</u>	<u>\$ 47,056,496</u>	<u>\$ 47,022,073</u>	<u>\$ 718,303</u>
Liabilities:				
Accounts payable	\$ 589,553	\$ 631,582	\$ 589,553	\$ 631,582
Due to other funds	44,680	41,079	44,680	41,079
Due to Sheriff	4,965	4,564	4,965	4,564
Due to St. John the Baptist Parish Council	44,682	41,078	44,682	41,078
Total liabilities	<u>\$ 683,880</u>	<u>\$ 718,303</u>	<u>\$ 683,880</u>	<u>\$ 718,303</u>
<b>Total Agency Funds</b>				
Assets:				
Cash and cash equivalents	\$ 901,953	\$ 48,537,559	\$ 48,383,932	\$ 1,055,580
Total assets	<u>\$ 901,953</u>	<u>\$ 48,537,559</u>	<u>\$ 48,383,932</u>	<u>\$ 1,055,580</u>
Liabilities:				
Accounts payable	\$ 589,553	\$ 631,582	\$ 589,553	\$ 631,582
Due to other funds	44,680	41,079	44,680	41,079
Due to Sheriff	4,965	4,564	4,965	4,564
Due to St. John the Baptist Parish Council	44,682	41,078	44,682	41,078
Amounts held for school activities	218,073	1,481,063	1,361,859	337,277
Total liabilities	<u>\$ 901,953</u>	<u>\$ 2,199,366</u>	<u>\$ 2,045,739</u>	<u>\$ 1,055,580</u>

**ST. JOHN THE BAPTIST PARISH SCHOOL BOARD**  
**AGENCY FUND**  
**SCHEDULE OF CHANGES IN DEPOSIT BALANCES**  
**OF INDIVIDUAL SCHOOLS**  
**For the Year Ended June 30, 2013**

**SCHOOL ACTIVITY AGENCY FUND**

	BALANCE June 30, 2012	ADDITION	DEDUCTION	BALANCE June 30, 2013
East St. John High School	\$ 68,898	\$ 587,269	\$ 560,853	\$ 95,314
East St. John Elementary School	25,101	46,887	41,795	30,193
Emily C Watkins	40,043	89,604	78,123	51,524
Fifth Ward Elementary School	6,542	29,487	23,382	12,647
Garyville/Mt. Airy Magnet School	94	53,408	42,767	10,735
Lake Pontchartrain	5,121	65,825	30,652	40,294
John L. Ory School	3,375	131,003	129,623	4,755
LaPlace Elementary School	36,578	131,200	124,127	43,651
Leon Godchaux Junior High School	6,765	12,427	8,823	10,369
St. John Child Development Center	1,775	5,500	3,381	3,894
West St. John Elementary School	4,111	60,046	65,152	(995)
West St. John High School	19,670	268,407	253,181	34,896
<b>Total</b>	<b>\$ 218,073</b>	<b>\$ 1,481,063</b>	<b>\$ 1,361,859</b>	<b>\$ 337,277</b>

**ST. JOHN THE BAPTIST PARISH SCHOOL BOARD**  
**SCHEDULE OF COMPENSATION**  
**PAID TO SCHOOL BOARD MEMBERS**  
**For the Year Ended June 30, 2013**

<u>Board Member</u>	<u>Compensation</u>
Clarence G. Triche, President	\$ 10,800
Lowell Bacas	9,600
Sherry DeFrancesch	9,600
Gerald J. Keller	9,600
Albert Burl, III	9,600
Russ Wise	9,600
Russell Jack	9,600
Rodney B. Nicholas	9,600
Patrick Sanders	9,600
Phillip Johnson	9,600
Keith Jones, Vice President	9,600
	<hr/>
Total	<u><u>\$ 106,800</u></u>

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## **STATISTICAL SECTION**

## STATISTICAL SECTION

This part of the St. John the Baptist Parish School Board's comprehensive annual financial report presents detailed information as a context for understanding what the information in the financial statements, note disclosures and required supplementary information says about the School Board's overall financial health.

### **Contents**

### **Tables**

#### **Financial Trends**

1 - 4

These schedules contain trend information to help the reader understand how the School Board's financial performance and well-being have changed over time.

#### **Revenue Capacity**

5 - 11

These schedules contain information to help the reader assess the School Board's most significant local revenue source, the sales tax, as well as the property tax.

#### **Debt Capacity**

12 - 15

These schedules present information to help the reader assess the affordability of the School Board's current levels of outstanding debt and the School Board's ability to issue additional debt in the future.

#### **Demographic and Economic Information**

16 - 17

These schedules offer demographic and economic indicators to help the reader understand the environment within which the School Board's financial activities take place.

#### **Operating Information**

18 - 20

Sources: Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial reports for the relevant year.



**ST. JOHN THE BAPTIST PARISH SCHOOL BOARD**  
**NET POSITION BY COMPONENT**  
**LAST TEN FISCAL YEARS**  
**(ACCRUAL BASIS OF ACCOUNTING)**  
**(UNAUDITED)**  
**TABLE 1**

	Fiscal Year									
	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013
									(as restated)	
<b>Governmental Activities</b>										
Invested in capital assets, net of related debt	\$ 4,955,848	\$ 1,565,657	\$ 9,931,558	\$ (3,713,551)	\$ 11,792,386	\$ 18,158,959	\$ 18,745,132	\$ 18,009,214	\$ 15,631,656	\$ 255,998
Restricted	1,156,723	1,660,834	2,619,916	4,255,059	6,210,643	7,217,525	9,045,633	1,777,906	2,079,955	2,957,830
Unrestricted	6,309,590	9,731,796	9,552,974	25,080,515	9,003,100	8,420,988	3,192,584	2,538,424	4,000,139	10,656,950
<b>Total governmental activities net assets</b>	<b>\$ 12,422,161</b>	<b>\$ 12,958,287</b>	<b>\$ 22,104,448</b>	<b>\$ 25,622,023</b>	<b>\$ 27,006,129</b>	<b>\$ 33,797,472</b>	<b>\$ 30,983,349</b>	<b>\$ 22,325,544</b>	<b>\$ 21,711,750</b>	<b>\$ 13,870,778</b>

**ST. JOHN THE BAPTIST PARISH SCHOOL BOARD**  
**CHANGES IN NET POSITION**  
**LAST TEN FISCAL YEARS**  
**(ACCRUAL BASIS OF ACCOUNTING)**  
**(UNAUDITED)**  
**TABLE 2**

	Fiscal Year									
	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013
<b>Expenses</b>										
Governmental activities:										
Instruction:										
Regular programs	\$ 20,248,284	\$ 21,379,204	\$ 24,349,500	\$ 24,845,861	\$ 30,613,428	\$ 34,473,190	\$ 30,585,336	\$ 29,117,403	\$ 25,965,636	\$ 27,858,255
Special programs	11,584,844	12,063,500	12,942,963	14,226,140	15,883,587	17,195,419	14,600,354	12,166,265	11,560,808	11,053,894
Vocational programs	239,730	219,572	215,483	194,051	207,560	300,282	1,544,406	1,588,315	1,753,822	1,710,980
All other programs	2,308,797	2,585,421	3,245,968	2,492,920	3,149,134	3,017,464	8,002,542	7,154,768	7,928,803	7,548,867
Support services:										
Student services	2,348,836	2,336,802	2,660,527	3,054,163	3,442,823	3,832,493	5,368,636	5,217,814	5,068,462	5,140,289
Instructional staff support	922,409	909,696	993,860	1,111,398	1,514,019	1,463,455	1,301,843	1,278,561	960,287	953,359
General administration	2,813,429	2,710,209	2,662,521	3,344,080	3,412,840	4,111,447	1,639,198	1,649,295	2,032,150	1,872,021
School administration	3,219,785	3,154,429	3,721,536	3,825,921	4,358,661	4,701,764	5,283,345	5,235,818	4,989,381	5,438,208
Business services	525,215	525,486	543,780	553,857	591,841	636,899	781,124	769,526	743,556	767,269
Plant services	6,881,914	4,973,360	7,507,573	8,124,718	8,618,574	10,096,722	8,513,122	7,240,520	7,544,121	17,857,258
Student transportation services	2,656,631	2,893,520	3,043,732	3,339,890	4,097,585	4,144,977	4,491,215	4,144,282	4,382,771	4,810,170
Central services	688,649	745,169	801,433	1,258,247	1,290,086	1,417,680	1,348,444	1,078,098	960,999	949,987
Food services	2,828,091	2,896,033	3,074,365	3,293,383	3,407,584	3,439,077	3,748,699	3,702,267	3,900,817	3,693,663
Interest on long-term debt	1,080,253	956,844	781,549	1,454,734	1,345,354	1,331,652	1,799,252	2,098,933	1,725,624	2,740,769
Total governmental activities expenses	\$ 58,346,867	\$ 58,349,245	\$ 66,544,790	\$ 71,119,363	\$ 81,933,076	\$ 90,164,521	\$ 89,007,516	\$ 82,441,885	\$ 79,517,237	\$ 92,394,989
Total primary government expenses	\$ 58,346,867	\$ 58,349,245	\$ 66,544,790	\$ 71,119,363	\$ 81,933,076	\$ 90,164,521	\$ 89,007,516	\$ 82,441,885	\$ 79,517,237	\$ 92,394,989
<b>Program Revenues</b>										
Governmental activities:										
Charges for services:										
Food services	\$ 225,981	\$ 200,657	\$ 212,647	\$ 234,516	\$ 219,037	\$ 229,651	\$ 356,763	\$ 222,984	\$ 214,147	\$ 115,528
Operating grants and contributions:										
Regular programs	136,148	166,572	133,109	116,738	157,040	84,540	4,462,780	-	-	-
Special programs	3,203,920	3,888,749	3,678,346	4,109,518	5,143,280	6,246,281	3,881,064	3,050,409	3,109,905	2,189,734
Vocational programs	114,828	114,353	108,350	102,995	77,784	109,440	109,814	123,244	108,769	109,205
All other programs	1,334,279	1,713,170	5,372,331	3,345,196	3,387,948	2,985,603	2,575,955	7,346,663	5,956,554	11,344,306
Support services:										
General administration	1,424,945	1,257,320	1,341,285	148,223	144,652	109,004	302,466	168,238	144,701	119,728
Plant services	24,915	15,076	24,870	19,759	20,776	20,301	-	-	-	-
Student transportation services	188,721	145,143	109,353	183,271	197,937	193,185	155,705	77,262	33,187	12,190
Food services	2,257,756	2,465,520	2,492,766	2,445,378	2,562,097	2,792,146	3,206,353	3,336,517	3,605,247	3,350,481
Total governmental activities program revenues	\$ 8,911,493	\$ 9,966,610	\$ 13,473,057	\$ 10,705,594	\$ 11,910,551	\$ 12,770,151	\$ 15,050,900	\$ 14,325,317	\$ 13,172,510	\$ 17,241,172
Total primary government program revenues	\$ 8,911,493	\$ 9,966,610	\$ 13,473,057	\$ 10,705,594	\$ 11,910,551	\$ 12,770,151	\$ 15,050,900	\$ 14,325,317	\$ 13,172,510	\$ 17,241,172

(continued)

**ST. JOHN THE BAPTIST PARISH SCHOOL BOARD**  
**CHANGES IN NET ASSETS (CONTINUED)**  
**LAST TEN FISCAL YEARS**  
**(ACCRUAL BASIS OF ACCOUNTING)**  
**(UNAUDITED)**  
**TABLE 2**

	Fiscal Year									
	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013
Net (expense)/revenue										
Governmental activities	\$ (49,435,374)	\$ (48,382,635)	\$ (53,071,733)	\$ (60,413,769)	\$ (70,022,525)	\$ (77,394,370)	\$ (73,956,616)	\$ (68,116,568)	\$ (66,344,727)	\$ (75,153,817)
Total primary government net expense	\$ (49,435,374)	\$ (48,382,635)	\$ (53,071,733)	\$ (60,413,769)	\$ (70,022,525)	\$ (77,394,370)	\$ (73,956,616)	\$ (68,116,568)	\$ (66,344,727)	\$ (75,153,817)
General Revenues and Other Changes in Net Assets										
Governmental activities:										
Taxes:										
Property taxes, levied for general purposes	\$ 3,757,869	\$ 4,165,533	\$ 4,518,742	\$ 5,150,894	\$ 5,797,650	\$ 6,229,517	\$ 10,346,549	\$ 10,115,431	\$ 10,813,054	\$ 11,930,772
Property taxes, levied for debt services	4,033,794	4,471,482	4,892,250	5,189,062	5,844,100	5,218,306	3,390,230	3,314,373	3,538,702	3,910,567
Sales and use taxes, levied for general purposes	10,621,588	12,349,072	16,662,031	15,924,712	19,726,076	30,418,571	21,902,909	15,808,905	16,971,045	19,273,087
Sales and use taxes, levied for public improvement	1,850,642	2,152,450	2,853,716	3,351,374	3,986,270	5,230,700	3,810,481	2,753,130	2,957,401	3,353,670
State revenue sharing	196,468	197,390	195,891	195,904	221,547	211,155	208,172	207,451	198,953	196,023
Grants and contributions not restricted for specific purposes										
Minimum Foundation Program	26,724,913	27,926,012	30,309,663	31,524,117	34,260,849	35,067,610	30,711,703	26,168,440	26,564,593	29,366,639
Other	1,315,250	808,541	2,172,411	1,512,017	873,949	1,531,716	655,078	1,010,206	541,827	4,748,698
Interest and investment earnings	113,168	230,038	613,190	1,083,264	696,190	278,138	117,371	80,827	74,299	101,075
Loss on impairment	-	-	-	-	-	-	-	-	-	(5,567,686)
Total governmental activities	48,613,692	52,300,518	62,217,894	63,931,344	71,406,631	84,185,713	71,142,493	59,458,763	61,659,874	67,312,845
Total primary government	\$ 48,613,692	\$ 52,300,518	\$ 62,217,894	\$ 63,931,344	\$ 71,406,631	\$ 84,185,713	\$ 71,142,493	\$ 59,458,763	\$ 61,659,874	\$ 67,312,845
Changes in Net Assets										
Governmental activities	\$ (821,682)	\$ 3,917,883	\$ 9,146,161	\$ 3,517,575	\$ 1,384,106	\$ 6,791,343	\$ (2,814,123)	\$ (8,657,805)	\$ (4,684,853)	\$ (7,840,972)
Total primary government	\$ (821,682)	\$ 3,917,883	\$ 9,146,161	\$ 3,517,575	\$ 1,384,106	\$ 6,791,343	\$ (2,814,123)	\$ (8,657,805)	\$ (4,684,853)	\$ (7,840,972)

**ST. JOHN THE BAPTIST PARISH SCHOOL BOARD  
FUND BALANCES OF GOVERNMENTAL FUNDS  
LAST TEN FISCAL YEARS  
(MODIFIED ACCRUAL BASIS OF ACCOUNTING)  
(UNAUDITED)**

**TABLE 3**

	Fiscal Year									
	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013
<b>General fund</b>										
Nonspendable	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 566,700	\$ 798,412	\$ 896,540
Restricted	-	-	-	-	-	-	-	-	-	-
Committed	-	-	-	-	-	-	-	275,000	275,000	275,000
Assigned	-	-	-	-	-	-	-	4,385,238	2,938,363	2,502,945
Unassigned	-	-	-	-	-	-	-	307,962	493,892	5,955,542
Reserved (1)	96,348	106,946	233,905	276,951	118,280	400,972	326,313	-	-	-
Unreserved (1)	3,963,711	4,961,236	9,281,688	9,700,440	9,374,028	12,280,255	10,406,392	-	-	-
<b>Total general fund</b>	<b>\$ 4,060,059</b>	<b>\$ 5,068,182</b>	<b>\$ 9,515,593</b>	<b>\$ 9,977,391</b>	<b>\$ 9,492,308</b>	<b>\$ 12,681,227</b>	<b>\$ 10,732,705</b>	<b>\$ 5,534,900</b>	<b>\$ 4,505,667</b>	<b>\$ 9,630,027</b>
<b>All other governmental funds</b>										
Nonspendable	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 68,626	\$ 88,928	\$ 77,239
Restricted	-	-	-	-	-	-	-	1,502,906	2,079,955	2,957,830
Committed	-	-	-	-	-	-	-	6,271,557	1,500,385	-
Assigned	-	-	-	-	-	-	-	8,122,554	8,978,224	18,242,911
Unassigned	-	-	-	-	-	-	-	-	-	-
Reserved (1)	1,207,136	1,835,321	2,725,309	4,360,978	6,291,199	7,528,052	9,045,633	-	-	-
Unreserved, reported in:										
Special revenue funds (1)	-	10,600	(21,828)	(72,708)	(70,362)	(31,332)	165,965	-	-	-
Capital projects funds (1)	1,068,695	604,546	3,033,404	18,557,026	4,916,402	11,564,451	17,774,562	-	-	-
<b>Total all other governmental funds</b>	<b>\$ 2,275,831</b>	<b>\$ 2,450,467</b>	<b>\$ 5,736,885</b>	<b>\$ 22,845,296</b>	<b>\$ 11,137,239</b>	<b>\$ 19,061,171</b>	<b>\$ 26,986,160</b>	<b>\$ 15,965,643</b>	<b>\$ 12,647,492</b>	<b>\$ 21,277,980</b>

(1) GASB 54 was implemented during fiscal year ending June 30, 2011. This significantly changed fund balance classifications. Years prior to implementation are not comparable to current year.

**ST. JOHN THE BAPTIST PARISH SCHOOL BOARD**  
**CHANGES IN FUNDS BALANCES OF GOVERNMENTAL FUNDS**  
**LAST TEN FISCAL YEARS**  
**(MODIFIED ACCRUAL BASIS OF ACCOUNTING)**  
**(UNAUDITED)**  
**TABLE 4**

	Fiscal Year									
	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013
<b>Revenues</b>										
Ad valorem taxes	\$ 7,791,663	\$ 8,637,015	\$ 9,410,992	\$ 10,339,957	\$ 11,641,750	\$ 11,447,823	\$ 13,736,779	\$ 13,429,804	\$ 14,351,756	\$ 15,841,339
Sales and use taxes	12,472,230	14,501,522	19,515,747	19,276,086	23,712,346	35,649,271	25,713,390	18,562,035	19,928,446	22,626,757
Interest earnings	113,168	230,038	613,190	1,083,264	696,189	278,138	119,396	82,852	76,324	101,075
Charges for services	225,981	200,657	212,647	234,516	219,037	229,651	356,763	222,984	214,147	115,528
Other	614,632	451,170	1,433,003	949,491	416,648	432,992	1,119,324	1,472,246	966,265	4,787,128
Minimum Foundation Program	26,724,913	27,926,012	30,309,663	31,524,117	34,260,849	35,067,610	29,769,662	26,168,440	26,564,593	29,366,639
Other state sources	1,792,845	1,485,508	1,940,733	1,154,455	1,972,051	1,928,714	2,007,617	207,451	1,674,598	883,524
Federal Grants	7,789,753	8,835,206	12,254,976	10,075,052	10,398,311	11,921,665	13,370,462	13,638,268	11,056,255	16,399,713
<b>Total revenues</b>	<b>57,525,185</b>	<b>62,267,128</b>	<b>75,690,951</b>	<b>74,636,938</b>	<b>83,317,181</b>	<b>96,955,864</b>	<b>86,193,393</b>	<b>73,784,080</b>	<b>74,832,384</b>	<b>90,121,703</b>
<b>Expenditures</b>										
Current:										
Instruction	32,956,838	35,175,354	39,235,224	40,371,164	47,468,056	52,656,991	52,117,797	45,916,911	44,631,962	44,643,004
Support services	22,050,592	21,239,576	23,536,791	27,360,611	41,241,541	36,598,276	30,481,394	28,141,971	28,005,196	38,443,314
Capital outlay	270,072	186,869	593,904	806,856	1,186,128	914,082	11,589,616	21,416,976	11,973,878	2,601,975
Debt service:										
Bond Issuance Costs	-	-	-	-	-	-	-	-	43,377	80,472
Principal	3,420,000	3,630,000	3,775,000	3,980,000	4,235,000	4,625,000	2,375,000	2,403,150	2,161,000	2,518,000
Interest	1,114,442	1,022,570	816,203	1,292,619	1,379,596	1,233,537	1,597,788	2,063,759	2,086,237	2,052,868
<b>Total expenditures</b>	<b>59,811,944</b>	<b>61,254,369</b>	<b>67,957,122</b>	<b>73,811,250</b>	<b>95,510,321</b>	<b>96,027,886</b>	<b>98,161,595</b>	<b>99,942,767</b>	<b>88,901,650</b>	<b>90,339,633</b>
<b>Excess of revenues over (under) expenditures</b>	<b>(2,286,759)</b>	<b>1,012,759</b>	<b>7,733,829</b>	<b>825,688</b>	<b>(12,193,140)</b>	<b>927,978</b>	<b>(11,968,202)</b>	<b>(26,158,687)</b>	<b>(14,069,266)</b>	<b>(217,930)</b>
<b>Other financing sources (uses)</b>										
Transfers in	1,707,713	1,500,000	-	2,682,977	3,231,343	2,726,187	4,945,625	3,448,733	3,379,392	8,799,226
Transfers out	(1,707,713)	(1,500,000)	-	(2,682,977)	(3,231,343)	(2,726,187)	(4,945,625)	(3,448,733)	(3,379,392)	(8,799,226)
Premium on bonds sold	-	-	-	-	-	-	-	-	-	261,515
Discount on bonds sold	-	-	-	(945,000)	-	-	-	-	-	-
Payments to refunded bond escrow agent	-	(3,020,000)	-	-	-	-	-	-	-	(4,449,575)
Issuance of debt	-	3,190,000	-	18,000,000	-	10,227,150	18,000,000	10,000,000	8,000,000	15,400,000
<b>Total other financing sources (uses)</b>	<b>-</b>	<b>170,000</b>	<b>-</b>	<b>17,055,000</b>	<b>-</b>	<b>10,227,150</b>	<b>18,000,000</b>	<b>10,000,000</b>	<b>8,000,000</b>	<b>11,211,940</b>
<b>Net change in fund balances</b>	<b>\$ (2,286,759)</b>	<b>\$ 1,182,759</b>	<b>\$ 7,733,829</b>	<b>\$ 17,880,688</b>	<b>\$ (12,193,140)</b>	<b>\$ 11,155,128</b>	<b>\$ 6,031,798</b>	<b>\$ (16,158,687)</b>	<b>\$ (6,069,266)</b>	<b>\$ 10,994,010</b>
<b>Debt service as a percentage of noncapital expenditures</b>	<b>7.62%</b>	<b>7.62%</b>	<b>6.82%</b>	<b>7.22%</b>	<b>5.95%</b>	<b>6.16%</b>	<b>4.59%</b>	<b>5.69%</b>	<b>5.52%</b>	<b>5.21%</b>

**ST. JOHN THE BAPTIST PARISH SCHOOL BOARD  
GOVERNMENTAL ACTIVITIES TAX REVENUES BY SOURCE  
LAST TEN FISCAL YEARS  
(ACCRUAL BASIS OF ACCOUNTING)  
(UNAUDITED)  
TABLE 5**

<u>Fiscal Year</u>	<u>Ad Valorem Tax</u>	<u>Sales and Use Tax</u>	<u>Total</u>
2004	7,791,663	12,472,230	20,263,893
2005	8,637,015	14,501,522	23,138,537
2006	9,410,992	19,515,747	28,926,739
2007	10,339,957	19,276,086	29,616,043
2008	11,641,750	23,712,346	35,354,096
2009	11,447,823	35,649,271	47,097,094
2010	13,736,779	25,713,390	39,450,169
2011	13,429,804	18,562,035	31,991,839
2012	14,351,756	19,928,446	34,280,202
2013	15,841,339	22,626,757	38,468,096

**ST. JOHN THE BAPTIST PARISH SCHOOL BOARD**  
**ASSESSED VALUE AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY**  
**LAST TEN FISCAL YEARS**  
**(UNAUDITED)**  
**TABLE 6**

Fiscal Year	Real Property Assessed Value	Other Property Assessed Value	Total Assessed Value	Amount of Homestead Exemption	Total Taxable Assessed Value	Total Direct Tax Rate	Estimated Actual Taxable Value	Assessed Value as a Percentage of Actual Value
2004	26,291,242	216,130,028	242,421,270	67,444,625	174,976,645	46.59	1,671,870,828	14.50%
2005	28,889,702	237,168,743	266,058,445	73,278,332	192,780,113	46.59	1,834,885,828	14.50%
2006	29,871,639	255,812,283	285,683,922	75,088,592	210,595,330	46.59	1,970,233,945	14.50%
2007	33,362,856	289,323,687	322,686,543	77,905,006	244,781,537	43.92	2,225,424,434	14.50%
2008	35,877,519	320,020,783	355,898,302	80,999,207	274,899,095	43.83	2,454,471,048	14.50%
2009	36,513,826	346,273,001	382,786,827	83,574,781	299,212,046	39.49	2,639,909,152	14.50%
2010	174,857,996	260,387,742	435,245,738	83,892,520	351,353,218	39.31	3,001,694,745	14.50%
2011	176,606,576	262,991,619	439,598,195	90,802,704	348,795,491	39.49	3,031,711,690	14.50%
2012	186,573,102	268,914,623	455,487,725	86,298,781	369,188,944	39.31	3,141,294,655	14.50%
2013	165,833,403	329,181,981	495,015,384	85,421,449	409,593,935	39.31	3,413,899,200	14.50%

Source: St. John the Baptist Parish CAFR

**ST. JOHN THE BAPTIST PARISH SCHOOL BOARD  
PROPERTY TAX RATES  
DIRECT AND OVERLAPPING GOVERNMENTS  
LAST TEN FISCAL YEARS  
(UNAUDITED)  
TABLE 7**

Fiscal Year	St. John the Baptist Parish School Board			Overlapping Rates Parish			Total Direct & Overlapping Rates
	Operating Millage	Debt Service Millage	Total Millage	Operating Millage	Debt Service Millage	Total Parish Millage	
2004	22.47	24.12	46.59	40.15	-	40.15	86.74
2005	22.47	24.12	46.59	40.15	-	40.15	86.74
2006	22.47	24.12	46.59	40.15	-	40.15	86.74
2007	21.92	22.00	43.92	40.06	-	40.06	83.98
2008	21.83	22.00	43.83	40.06	-	40.06	83.89
2009	21.49	18.00	39.49	38.89	-	38.89	78.38
2010	29.31	10.00	39.31	41.80	-	41.80	81.11
2011	29.49	10.00	39.49	41.80	-	41.80	81.29
2012	29.31	10.00	39.31	39.49	-	39.49	78.80
2013	29.31	10.00	39.31	39.49	-	39.49	78.80

Source: St. John the Baptist School Board Finance Department



**ST. JOHN THE BAPTIST PARISH SCHOOL BOARD**  
**PRINCIPAL PROPERTY TAXPAYERS**  
**Current Year and 9 Years Ago**  
**June 30, 2013**  
**(UNAUDITED)**  
**TABLE 8**

Taxpayer	2013			2004		
	Taxable Assessed Value	Rank	Percentage of Total Taxable Assessed Value	Taxable Assessed Value	Rank	Percentage of Total Taxable Assessed Value
Marathon Ashland LLC	\$ 210,388,620	1	51.37%	\$ 65,778,265	1	*
Cargill Incorporated DB	21,507,480	2	5.25%	*	*	*
Arcelormittal Laplace	9,158,873	3	2.24%	*	*	*
Enjet, Inc	7,593,927	4	1.85%	*	*	*
Entergy Louisiana, Inc	7,254,140	5	1.77%	4,273,840	3	*
El Dupont De Nemours	7,196,372	6	1.76%	8,929,199	2	*
NALCO Chemical Company	7,088,231	7	1.73%	3,998,901	5	*
Du Pont Performance Elastomers	6,815,751	8	1.66%	4,078,821	4	*
Penn Maritime, Inc	5,919,800	9	1.45%	*	*	*
Bengal Pipeline Company	5,174,020	10	1.26%	*	*	*
<b>TOTALS</b>	<b>\$ 288,097,214</b>		<b>70.34%</b>	<b>*</b>		<b>*</b>

\* Did not report in 2004

Source of data - St. John the Baptist Parish Assessor's Office

**ST. JOHN THE BAPTIST PARISH SCHOOL BOARD  
PROPERTY TAX LEVIES AND COLLECTIONS  
LAST TEN FISCAL YEARS  
(UNAUDITED)**

**TABLE 9**

Fiscal Year	Total Tax Levy for Fiscal Year	Collected within the Fiscal Year of the Levy		Collections for Subsequent Years	Total Collections to Date	
		Amount	Percentage of Levy		Amount	Percentage of Levy
2004	\$ 8,152,162	\$ 7,860,808	96%	\$ 160,425	\$ 8,021,233	98%
2005	8,981,625	8,705,560	97%	177,665	8,883,225	99%
2006	9,811,636	9,480,058	97%	193,471	9,673,529	99%
2007	10,661,435	10,339,956	97%	304,185	10,644,141	100%
2008	12,048,827	11,981,587	99%	60,240	12,041,827	100%
2009	11,815,884	11,638,645	98%	-	11,638,645	98%
2010	13,320,247	12,920,640	97%	-	12,920,640	97%
2011	13,057,564	13,018,061	99%	-	13,018,061	99%
2012	13,936,240	13,930,389	99%	-	13,930,389	99%
2013	15,559,008	15,557,957	99%	-	15,557,957	99%

Source: St. John the Baptist Parish Sheriff's Office

**ST. JOHN THE BAPTIST PARISH SCHOOL BOARD**  
**SALES TAX REVENUES**  
**LAST TEN FISCAL YEARS**  
**(UNAUDITED)**  
**TABLE 10**

	1% General Support Services	1/3% Regular Instruction Programs	1/3% Repairs and Maintenance of Plant and Facilities	1/3% Capital Projects Fund	1/4% Teachers Salaries	Total
2013	\$ 10,054,877	\$ 3,354,143	\$ 3,354,143	\$ 3,353,670	\$ 2,509,924	\$ 22,626,757
2012	8,857,087	2,952,362	2,952,362	2,952,362	2,214,272	19,928,446
2011	8,249,793	2,749,931	2,749,931	2,749,931	2,062,448	18,562,035
2010	11,428,173	3,809,391	3,809,391	3,809,391	2,857,043	25,713,390
2009	15,844,120	5,281,373	5,281,373	5,281,373	3,961,030	35,649,271
2008	10,538,820	3,512,940	3,512,940	3,512,940	2,634,705	23,712,346
2007	8,567,149	2,855,716	2,855,716	2,855,716	2,141,787	19,276,086
2006	8,673,665	2,891,222	2,891,222	2,891,222	2,168,416	19,515,747
2005	6,445,121	2,148,374	2,148,374	2,148,374	1,611,280	14,501,522
2004	5,543,213	1,847,738	1,847,738	1,847,738	1,385,803	12,472,230
2003	5,084,000	1,694,667	1,694,667	1,694,667	1,271,000	11,439,000

The following is a summary of taxable sales for the last ten fiscal years.

	Total Taxable Sales
2013	\$ 1,005,633,644
2012	885,708,711
2011	824,979,333
2010	1,142,817,333
2009	1,584,412,044
2008	1,053,882,044
2007	856,714,933
2006	867,366,533
2005	644,512,089
2004	554,321,333

**ST. JOHN THE BAPTIST PARISH SCHOOL BOARD**  
**TOTAL PRINCIPAL SALES TAX PAYERS BY AMOUNTS REMITTED**  
**CURRENT YEAR AND NINE YEARS AGO**  
**(UNAUDITED)**  
**TABLE 11**

	<u>2013</u>	<u>2011 **</u>
<u>Remittance Range</u>	<u>Total Principal Remitters</u>	<u>Total Principal Remitters</u>
1,000,001 - 5,000,000	2	3
500,001 - 1,000,000	3	1
100,001 - 500,000	31	16
50,001 - 100,000	48	15
0 - 50,000	4,504	3,156

\* Due to the proprietary nature of company sales, individual companies can not be named.

\*\* Information for 2004 is unavailable, so we used the most current available information.

Source: St. John the Baptist Parish School Board Finance Department

**ST. JOHN THE BAPTIST PARISH SCHOOL BOARD**  
**RATIOS OF OUTSTANDING DEBT BY TYPE**  
**LAST TEN FISCAL YEARS**  
**(UNAUDITED)**  
**TABLE 12**

Fiscal Year	Governmental Activities			Total Primary Government	Percentage of personal Income	Per Capita
	General Obligation Bonds	Sales Tax Revenue Bonds	Certificate of Indebtedness			
2004	\$ 24,005,000	\$ 970,000	\$ 2,720,000	\$ 27,695,000	2.37%	4,294
2005	21,040,000	960,000	2,235,555	24,235,555	2.23%	3,680
2006	17,765,001	945,001	1,750,000	20,460,002	1.87%	3,025
2007	14,385,000	17,750,000	1,400,000	33,535,000	3.07%	4,945
2008	10,885,000	17,365,000	1,050,000	29,300,000	2.68%	4,339
2009	17,015,000	16,960,000	927,150	34,902,150	3.15%	5,272
2010	33,420,000	16,530,000	577,150	50,527,150	4.56%	7,841
2011	41,870,000	16,080,000	174,000	58,124,000	6.05%	9,174
2012	48,240,000	15,605,000	118,000	63,963,000	6.66%	10,111
2013	57,320,000	15,105,000	60,000	72,485,000	7.54%	11,916

**ST. JOHN THE BAPTIST PARISH SCHOOL BOARD  
RATIOS OF GENERAL BONDED DEBT OUTSTANDING  
LAST TEN FISCAL YEARS  
(UNAUDITED)  
TABLE 13**

<b>Fiscal Year</b>	<b>General Obligation Bonds *</b>	<b>Less: Amounts Available in Debt Service Fund **</b>	<b>Total</b>	<b>Percentage of Estimated Actual Taxable Value of Property</b>	<b>Per Capita ***</b>
2004	\$ 24,005,000	\$ 1,037,767	\$ 22,967,233	1.37%	\$ 513.26
2005	21,040,000	1,541,877	19,498,123	1.17%	423.41
2006	17,765,001	2,516,355	15,248,646	0.83%	328.68
2007	14,385,000	3,815,310	10,569,690	0.54%	227.83
2008	10,885,000	5,767,458	5,117,542	0.23%	110.12
2009	17,015,000	6,772,478	10,242,522	0.42%	217.95
2010	41,870,000	9,045,633	32,824,367	1.24%	697.12
2011	41,870,000	1,406,050	40,463,950	1.35%	881.11
2012	48,240,000	2,079,955	46,160,045	1.52%	1,005.14
2013	57,320,000	2,957,830	54,362,170	1.73%	1,214.58

\* Amount does not include special assessment, sales tax or revenue bonds.

\*\* Amount available for repayment of general obligation bonds.

\*\*\* Source: St. John the Baptist Parish Council Comprehensive Annual Financial Report

**ST. JOHN THE BAPTIST PARISH SCHOOL BOARD**  
**DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT**  
**As of June 30, 2013**  
**(UNAUDITED)**  
**TABLE 14**

<u>Governmental Unit</u>	<u>Debt Outstanding</u>	<u>Estimated Percentage Applicable</u>	<u>Estimated Share of Overlapping Debt</u>
Overlapping: (1)			
St. John the Baptist Parish Council	<u>\$ 71,961,931</u>	100%	<u>\$ 71,961,931</u>
Subtotal, overlapping debt	71,961,931		71,961,931
Direct:			
St. John the Baptist Parish School Board	<u>72,485,000</u>	100%	<u>72,485,000</u>
Total direct and overlapping debt	<u><u>\$ 144,446,931</u></u>		<u><u>\$ 144,446,931</u></u>

Note: Overlapping governments are those that coincide, at least in part, with the geographic boundaries of the Parish. This schedule estimates the portion of the outstanding debt of those overlapping governments that is borne by the residents and businesses of St. John the Baptist Parish. This process recognizes that, when considering the government's ability to issue and repay long-term debt, the entire debt burden borne by the residents and businesses should be taken into account. However, this does not imply that every taxpayer is a resident, and therefore responsible for repaying the debt of each overlapping government.

(1) Source: St. John the Baptist Parish Council Comprehensive Annual Financial Report

**ST. JOHN THE BAPTIST PARISH SCHOOL BOARD**  
**LEGAL DEBT MARGIN INFORMATION**  
**LAST TEN FISCAL YEARS**  
**(UNAUDITED)**  
**TABLE 15**

	Fiscal Year			
	2004	2005	2006	2007
Debt limit	\$ 84,847,445	\$ 93,120,456	\$ 99,989,373	\$ 112,228,096
Total net debt applicable to limit	(24,005,000)	(21,040,000)	(17,765,000)	(14,385,000)
Legal debt margin	<u>\$ 60,842,445</u>	<u>\$ 72,080,456</u>	<u>\$ 82,224,373</u>	<u>\$ 97,843,096</u>
Total net debt applicable to the limit as a percentage of debt limit	<u>28.29%</u>	<u>22.59%</u>	<u>17.77%</u>	<u>12.82%</u>

(1) State law allows a maximum of 35% of assessed valuation for total bonded general obligation debt.



Fiscal Year					
2008	2009	2010	2011	2012	2013
\$ 124,564,406	\$ 133,975,389	\$ 152,336,008	\$ 153,859,368	\$ 159,420,704	\$ 173,255,384
(10,885,000)	(17,015,000)	(33,420,000)	(40,463,950)	(46,160,045)	(54,362,170)
<u>\$ 113,679,406</u>	<u>\$ 116,960,389</u>	<u>\$ 118,916,008</u>	<u>\$ 113,395,418</u>	<u>\$ 113,260,659</u>	<u>\$ 118,893,214</u>
<u>8.74%</u>	<u>12.70%</u>	<u>21.94%</u>	<u>26.30%</u>	<u>28.95%</u>	<u>31.38%</u>

**Legal Debt Margin Calculation for Fiscal Year 2013**

Assessed value	<u>\$ 495,015,384</u>
(1) Debt Limit - 35% of \$495,015,384	173,255,384
Deduct - Amount of debt applicable to debt limit	
Bonded debt	<u>(54,362,170)</u>
<b>Legal Debt Margin</b>	<u><b>\$ 118,893,214</b></u>

**ST. JOHN THE BAPTIST PARISH SCHOOL BOARD  
DEMOGRAPHIC AND ECONOMIC STATISTICS  
LAST TEN FISCAL YEARS  
(UNAUDITED)  
TABLE 16**

<b>Fiscal Year</b>	<b>Parish Population</b>	<b>Parish Total Personal Income</b>	<b>Parish Per Capita Personal Income</b>	<b>Unemployment Rate</b>	<b>School Enrollment</b>
2004	44,748	\$ 1,167,922,800	\$ 26,100	8.9%	6,449
2005	46,050	1,084,385,400	23,548	4.2%	6,585
2006	46,393	1,092,462,364	23,548	7.0%	6,764
2007	46,393	1,092,462,364	23,548	8.8%	6,782
2008	46,472	1,094,322,656	23,548	4.6%	6,753
2009	46,994	1,106,614,712	23,548	8.3%	6,620
2010	47,086	1,108,781,128	23,548	6.5%	6,444
2011	45,924	960,776,004	20,921	10.0%	6,336
2012	45,924	960,776,004	20,921	6.8%	6,326
2013	44,758	960,776,004	21,466	7.8%	6,083

Source: St. John the Baptist Parish Council Comprehensive Annual Report

**ST. JOHN THE BAPTIST PARISH SCHOOL BOARD  
PRINCIPAL EMPLOYERS  
CURRENT YEAR AND NINE YEARS AGO  
(UNAUDITED)  
TABLE 17**

Employer	Location	2013			2004		
		Employees	Rank	% of Total St. John Parish Employment	Employees	Rank	% of Total St. John Parish Employment
Marathon Oil	Garyville	1,400	1	6.32%	*	*	*
St. John Parish School Board	Reserve	893	2	3.61%	*	*	*
Arcelor Mittal Steel	Laplace	404	3	1.82%	*	*	*
DuPont	Laplace	377	4	1.70%	*	*	*
Walmart	Laplace	370	5	1.67%	*	*	*
River Parish Hospital	Laplace	332	6	1.50%	*	*	*
Nalco Chemical	Garyville	262	7	1.18%	*	*	*
Louisiana Machinery	Reserve	140	8	0.63%	*	*	*
Cargill	Reserve	138	9	0.62%	*	*	*
Pinnacle Polymers	Garyville	108	10	0.49%	*	*	*
<b>TOTAL</b>		<b>4,424</b>		<b>19.54%</b>	<b>*</b>		<b>*</b>

Source: St. John the Baptist Parish Council Comprehensive Annual Financial Report

\* Information unavailable

**ST. JOHN THE BAPTIST PARISH SCHOOL BOARD  
FULL-TIME EQUIVALENT DISTRICT EMPLOYEES  
BY FUNCTION/PROGRAM  
LAST TEN FISCAL YEARS  
(Unaudited)  
TABLE 18**

<u>Function/Program</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>
Regular Instruction	352	368	361	366	375	385	384	350	340	345
Special Instruction	199	207	205	207	212	215	216	205	200	195
Student Services	68	75	73	76	76	76	77	77	75	75
Instructional Staff	10	12	12	12	14	12	14	12	11	11
General Administration	12	13	13	13	16	14	16	15	15	15
School Administration	45	48	47	51	54	55	56	35	35	36
Business Services	7	7	7	7	7	7	7	7	7	7
Plant Services	61	64	63	65	69	71	71	65	65	65
Student Transportation	75	80	78	78	80	80	81	78	78	76
Central Services	7	8	8	8	8	8	9	9	9	9
Food Services	61	58	61	60	63	62	64	58	58	59
<b>Total</b>	<b>897</b>	<b>940</b>	<b>928</b>	<b>943</b>	<b>974</b>	<b>985</b>	<b>995</b>	<b>911</b>	<b>893</b>	<b>893</b>

Source:

St. John the Baptist Parish School Board Finance Department

**ST. JOHN THE BAPTIST PARISH SCHOOL BOARD  
OPERATING STATISTICS  
LAST TEN FISCAL YEARS  
(UNAUDITED)  
TABLE 19**

<u>Fiscal Year</u>	<u>Enrollment</u>	<u>Operating Expenses</u>	<u>Cost Per Pupil</u>	<u>Percent Change</u>	<u>Teaching Staff</u>	<u>Average Daily Enrollment</u>	<u>Average Daily Attendance</u>	<u>Percent Change Enrollment</u>	<u>Student Attendance Percentage</u>
2004	6,449	\$ 53,431,263	\$ 8,285	-9.58%	485	6,418	6,027	0.91%	1.81%
2005	6,585	55,914,699	8,491	2.49%	493	6,367	5,935	-0.79%	-1.53%
2006	6,764	63,334,277	9,363	10.27%	498	6,933	6,425	8.89%	8.26%
2007	6,782	66,935,212	9,870	5.41%	500	6,599	6,170	-4.82%	-3.97%
2008	6,753	75,817,147	11,227	13.76%	511	6,512	6,086	-1.32%	-1.36%
2009	6,620	81,567,052	12,321	9.75%	520	6,379	5,885	-2.04%	-3.30%
2010	6,336	89,007,516	14,048	14.01%	525	6,378	5,784	-0.02%	-1.72%
2011	6,336	82,441,885	13,012	-7.38%	480	6,271	6,181	-1.68%	6.86%
2012	6,479	79,517,237	12,273	-5.68%	475	6,289	6,205	0.29%	0.39%
2013	6,083	92,394,989	15,189	23.76%	551	5,929	5,899	-5.72%	-4.93%

Source:

St. John the Baptist Parish School Board Finance Department

**ST. JOHN THE BAPTIST PARISH SCHOOL BOARD**  
**SCHOOL BUILDING INFORMATION**  
**LAST TEN FISCAL YEARS**  
**(UNAUDITED)**  
**TABLE 20**

<u>District Building</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>
<b>Early Childhood Facility</b>										
Child Development Center - 1963										
Square Feet	25,191	25,191	25,191	25,191	25,191	25,191	25,191	25,191	25,191	25,191
Capacity	255	255	255	255	255	255	255	255	255	255
Enrollment	201	199	105	106	110	110	107	106	120	118
<b>K-8 Facilities</b>										
East St John Elementary - 1986										
Square Feet	92,643	92,643	92,643	92,643	92,643	92,643	92,643	92,643	92,643	92,643
Capacity	855	855	855	855	855	855	855	855	855	855
Enrollment	812	946	783	644	738	738	718	715	675	616
Fifth Ward Elementary - 1990										
Square Feet	64,326	64,326	64,326	64,326	64,326	64,326	64,326	64,326	64,326	64,326
Capacity	610	610	610	610	610	610	610	610	610	610
Enrollment	416	513	457	538	511	511	497	497	497	460
Garyville Magnet - 1995										
Square Feet	82,042	82,042	82,042	82,042	82,042	82,042	82,042	82,042	82,042	82,042
Capacity	625	625	625	625	625	625	625	625	625	625
Enrollment	603	664	619	495	470	470	458	458	385	366
John L Ory - 1935										
Square Feet	47,417	47,417	47,417	47,417	47,417	47,417	47,417	47,417	47,417	47,417
Capacity	435	435	435	435	435	435	435	435	435	435
Enrollment	443	474	452	436	424	424	413	412	447	421
Lake Ponchartrain - 1988										
Square Feet	136,663	136,663	136,663	136,663	136,663	136,663	136,663	136,663	136,663	136,663
Capacity	1,155	1,155	1,155	1,155	1,155	1,155	1,155	1,155	1,155	1,155
Enrollment	693	1,018	974	1,115	1,060	1,060	1,032	1,032	767	607
Laplace Elementary - 1968										
Square Feet	78,090	78,090	78,090	78,090	78,090	78,090	78,090	78,090	78,090	78,090
Capacity	1,115	1,115	1,115	1,115	1,115	1,115	1,115	1,115	1,115	1,115
Enrollment	1,087	1,080	1,005	1,005	1,040	1,040	1,012	1,011	1,001	998
Emily C Watkins - 2011										
Square Feet	-	-	-	-	-	-	-	71,960	71,960	71,960
Capacity	-	-	-	-	-	-	-	700	700	700
Enrollment	-	-	-	-	-	-	-	565	576	542

**ST. JOHN THE BAPTIST PARISH SCHOOL BOARD  
SCHOOL BUILDING INFORMATION (CONTINUED)  
LAST TEN FISCAL YEARS  
(UNAUDITED)  
TABLE 20**

**Leon Godchaux Accelerated Program - 1908**

Square Feet	75,611	75,611	75,611	75,611	75,611	75,611	75,611	75,611	75,611	75,611
Capacity	244	244	244	244	244	244	244	244	244	244
Enrollment	134	130	166	132	150	150	146	146	61	83

**West St. John Elementary - 1952**

Square Feet	76,623	76,623	76,623	76,623	76,623	76,623	76,623	76,623	76,623	76,623
Capacity	645	645	645	645	645	645	645	645	645	645
Enrollment	378	374	374	644	384	384	374	374	318	310

**High Schools**

**East St John High - 1978**

Square Feet	206,189	206,189	206,189	206,189	206,189	206,189	206,189	206,189	206,189	206,189
Capacity	2,032	2,032	2,032	2,032	2,032	2,032	2,032	2,032	2,032	2,032
Enrollment	1,493	1,720	1,564	1,513	1,400	1,400	1,363	1,361	1,381	1,306

**St. John Redirection Center - 1965**

Square Feet	13,520	13,520	13,520	13,520	13,520	13,520	13,520	13,520	13,520	13,520
Capacity	130	130	130	130	130	130	130	130	130	130
Enrollment	49	41	59	17	25	25	24	24	41	46

**West St. John High - 1984**

Square Feet	86,100	86,100	86,100	86,100	86,100	86,100	86,100	86,100	86,100	86,100
Capacity	430	430	430	430	430	430	430	430	430	430
Enrollment	238	243	236	237	230	230	224	224	210	210

**Other Facilities**

**Central Office - 1968**

Square Feet	22,270	22,270	22,270	22,270	22,270	22,270	22,270	22,270	22,270	22,270
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**Special Ed Center - 1968**

Square Feet	8,817	8,817	8,817	8,817	8,817	8,817	8,817	8,817	8,817	8,817
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Source:

St. John the Baptist Parish School Board Finance Department

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**SCHEDULES REQUIRED BY STATE LAW**

**(R.S. 24:514 - PERFORMANCE AND STATISTICAL DATA)**

## **INDEPENDENT ACCOUNTANT'S REPORT ON APPLYING AGREED-UPON PROCEDURES**

Members of the  
**St. John the Baptist Parish School Board**  
Reserve, Louisiana

We have performed the procedures included in the *Louisiana Governmental Audit Guide* and enumerated below, which were agreed to by the management of **St. John the Baptist Parish School Board** (the "School Board") and the Legislative Auditor, State of Louisiana, solely to assist the users in evaluating management's assertions about the performance and statistical data accompanying the annual financial statements of the School Board and to determine whether the specified schedules are free of obvious errors and omissions as provided by the Board of Elementary and Secondary Education (BESE) Bulletin. The School Board management is responsible for the selected performance statistical data. This agreed-upon procedures engagement was performed in accordance with attestation standards established by the American Institute of Certified Public Accountants and applicable standards of *Government Auditing Standards*. The sufficiency of these procedures is solely the responsibility of the specified users of this report. Consequently, we make no representation regarding the sufficiency of the procedures described below either for the purpose for which this report has been requested or for any other purpose.

Our procedures and findings relate to the accompanying schedules of supplemental information and are as follows:

### **General Fund Instructional and Support Expenditures and Certain Local Revenue Sources (Schedule 1)**

1. We selected a random sample of 25 transactions and reviewed supporting documentation to determine if the sampled expenditures/revenues are classified correctly and are reported in the proper amounts for each of the following amounts reported on the schedule:
  - Total General Fund Instructional Expenditures,
  - Total General Fund Equipment Expenditures,
  - Total Local Taxation Revenue,
  - Total Local Earnings on Investment in Real Property,

- Total State Revenue in Lieu of Taxes,
- Nonpublic Textbook Revenue, and
- Nonpublic Transportation Revenue.

#### **Education Levels of Public School Staff (Schedule 2)**

2. We reconciled the total number of full-time classroom teachers per the schedule "Experience of Public Principals and Full-time Classroom Teachers" to the combined total number of full-time classroom teachers per this schedule and to School Board supporting payroll records as of October 1, 2012.
3. We reconciled the combined total of principals and assistant principals per the schedule "Experience of Public Principals and Full-time Classroom Teachers" to the combined total of principals and assistant principals per this schedule.
4. We obtained a list of full-time teachers, principals, and assistant principals by classification as of October 1, 2012 and as reported on the schedule. We traced a random sample of 25 teachers to the employee's personnel file and determined that the employee's education level was properly classified on the schedule.

#### **Number and Type of Public Schools (Schedule 3)**

5. We obtained a list of schools by type as reported on the schedule. We compared the list to the schools and grade levels as reported on the Title 1 Grants to Local Educational Agencies (CFDA 84.010) application and/or the National School Lunch Program (CFDA 10.555) application.

#### **Experience of Public Principals and Full-time Classroom Teachers (Schedule 4)**

6. We obtained a list of full-time teachers, principals, and assistant principals by classification as of October 1, 2012 and as reported on the schedule and traced the same sample used in procedure 4 to the employee's personnel file and determined that the employee's experience was properly classified on the schedule.

#### **Public Staff Data (Schedule 5)**

7. We obtained a list of all classroom teachers including their base salary, extra compensation, and ROTC or rehired retiree status as well as full-time equivalent as reported on the schedule and traced a random sample of 25 teachers to the individual's personnel file and determined if the employee's salary, extra compensation, and full-time equivalents were properly included on the schedule.
8. We recalculated the average salaries and full-time equivalents reported in the schedule.

#### **Class Size Characteristics (Schedule 6)**

9. We obtained a list of classes by school, school type, and class size as reported on the schedule and reconciled school type classifications to Schedule 3 data, as obtained in procedure 5. We then traced a random sample of 10 classes to the October 1, 2012 roll books for those classes and determined that the class was properly classified on the schedule.

#### **Louisiana Educational Assessment Program (LEAP) for the 21st Century (Schedule 7)**

10. We obtained test scores as provided by the testing authority and reconciled scores as reported by the testing authority to the scores reported in the schedule by the School Board.

#### **The Graduation Exit Exam for the 21st Century (Schedule 8)**

11. We obtained test scores as provided by the testing authority and reconciled scores as reported by the testing authority to scores reported in the schedule by the School Board.

#### **The iLeap Test (Schedule 9)**

12. We obtained test scores as provided by the testing authority and reconciled scores as reported by the testing authority to scores reported in the schedule by the School Board.

We noted the following exceptions as a result of applying the above procedures:

#### **Education Levels of Public School Staff (Schedule 2)**

**Finding:** We noted one (1) instance in which the employee's education level indicated a bachelor's degree on the PEP report, but the employee also had a master's degree.

**Corrective Action Plan:** Occasionally an employee will bring proof of education level after the PEP report has been finalized. Before we move an employee up an education level they require: a transcript with degree written on transcript and a teaching certificate with degree level matching the transcript.

#### **Public Staff Data (Schedule 5)**

**Finding:** We noted that the listed salaries on the June 30, 2013 PEP report did not match the salary amounts on the Individual Earnings Records for fifteen (15) of the twenty-five selected teachers. These differences were due to a software error occurring during the generation of the PEP report. Per discussion with School Board staff, the error caused the software to generate salaries from an earlier date, resulting in the salary amounts being underreported. This error has not been resolved as of the date of this report.

**Corrective Action Plan:** As of the date of this report the software error is still not corrected. The software company has committed to fix the error prior to the current year submission of the PEP report.

Louisiana Educational Assessment Program (LEAP) for the 21st Century (Schedule 7)

**Finding:** We noted that the LEAP test scores provided to us by the School Board for grades 4 and 8 did not match the scores published by the testing authority.

**Corrective Action Plan:** We had the sudden retirement of the testing coordinator. Although the position was filled immediately, there wasn't time to get that person properly trained in the JPAMS system. This employee is currently being trained by a consultant knowledgeable in both system report and LEAP requirements.

We were not engaged to, and did not, perform an examination, the objective of which would be the expression of an opinion on management's assertions. Accordingly, we do not express such an opinion. Had we performed additional procedures, other matters might have come to our attention that would have been reported to you.

This report is intended solely for the information and use of management of the School Board, the Louisiana Department of Education, the Louisiana Legislature, and the Legislative Auditor, State of Louisiana, and is not intended to be and should not be used by those who have not agreed to the procedures and taken responsibility for the sufficiency of the procedures for their purposes. Under Louisiana Revised Statute 24:513, this report is distributed by the Legislative Auditor as a public document.

*Carr, Riggs & Ingram, LLC*

December 17, 2013

**ST. JOHN THE BAPTIST PARISH SCHOOL BOARD**  
**General Fund Instructional and Support Expenditures**  
**and Certain Local Revenue Sources**  
**For the Year Ended June 30, 2013**

**General Fund Instructional and Equipment Expenditures**

## General Fund Instructional Expenditures:

## Teacher and Student Interaction Activities:

Classroom Teacher Salaries	\$ 21,837,062	
Other Instructional Staff Activities	2,366,228	
Employee Benefits	11,735,873	
Purchased Professional and Technical Services	221,302	
Instructional Materials and Supplies	1,584,334	
Instructional Equipment	6,144	
Total Teacher and Student Interaction Activities		\$ 37,750,943

Other Instructional Activities		74,615
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Pupil Support Activities	4,679,031	
Less: Equipment for Pupil Support Activities	-	
Net Pupil Support Activities		4,679,031

Instructional Staff Services	749,181	
Less: Equipment for Instructional Staff Services	-	
Net Instructional Staff Services		749,181

School Administration	5,039,814	
Less: Equipment for School Administration	-	
Net School Administration		5,039,814

Total General Fund Instructional Expenditures		\$ 48,293,584
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Total General Fund Equipment Expenditures		\$ 6,144
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**Certain Local Revenue Sources**

## Local Taxation Revenue:

Constitutional Ad Valorem Taxes	\$ 1,422,397
Renewable Ad Valorem Tax	10,025,220
Debt Service Ad Valorem Tax	-
Up to 1% of Collections by the Sheriff on Taxes Other than School Taxes	484,858
Sales and Use Taxes	19,219,486
Total Local Taxation Revenue	\$ 31,151,961

## Local Earnings on Investment in Real Property:

Earnings from 16th Section Property	-
Earnings from Other Real Property	-
Total Local Earnings on Investment in Real Property	\$ -

## State Revenue in Lieu of Taxes:

Revenue Sharing - Constitutional Tax	\$ 63,655
Revenue Sharing - Other Taxes	132,368
Revenue Sharing - Excess Portion	-
Other Revenue in Lieu of Taxes	-
Total State Revenue in Lieu of Taxes	\$ 196,023

Nonpublic Textbook Revenue		\$ 485,979
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Nonpublic Transportation Revenue		\$ 51,022
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**ST. JOHN THE BAPTIST PARISH SCHOOL BOARD**  
**Education Levels of Public School Staff**  
**As of October 1, 2012**

Category	Full-time Classroom Teachers				Principals & Assistant Principals			
	Certificated		Uncertificated		Certificated		Uncertificated	
	Number	Percent	Number	Percent	Number	Percent	Number	Percent
Less than a Bachelor's Degree	-	0.00%	1	7%	-	0.00%	-	0.00%
Bachelor's Degree	309	69.75%	13	87%	1	2.94%	-	0.00%
Master's Degree	108	24.38%	1	7%	23	67.65%	-	0.00%
Master's Degree + 30	24	5.42%	-	0.00%	10	29.41%	-	0.00%
Specialist in Education	2	0.45%	-	0.00%	-	0.00%	-	0.00%
Ph. D. or Ed. D.	-	0.00%	-	0.00%	-	0.00%	-	0.00%
<b>Total</b>	<b>443</b>	<b>100.00%</b>	<b>15</b>	<b>100.00%</b>	<b>34</b>	<b>100.00%</b>	<b>-</b>	<b>0.00%</b>

**ST. JOHN THE BAPTIST PARISH SCHOOL BOARD**  
**Number and Type of Public Schools**  
**As of October 1, 2012**

Type	Number
Elementary	9
Middle/Jr. High	-
Secondary	2
Combination	1
<b>Total</b>	<b>12</b>

Note: Schools opened or closed during the fiscal year are included in this schedule.

Disclosure: We only tested schools which offered a curriculum  
higher than Kindergarten and did not exceed the twelfth grade level.



**ST. JOHN THE BAPTIST PARISH SCHOOL BOARD**  
**Experience of Public Principals and Full-time Classroom Teachers**  
**As of October 1, 2012**

	0-1 Yr.	2-3 Yrs.	4-10 Yrs.	11-14 Yrs.	15-19 Yrs.	20-24 Yrs.	25+ Yrs.	Total
Assistant Principals	2	1	11	2	2	1	2	21
Principals	-	1	3	3	2	2	2	13
Classroom Teachers	60	29	132	76	58	39	64	458
<b>Total</b>	62	31	146	81	62	42	68	492

**ST. JOHN THE BAPTIST PARISH SCHOOL BOARD**  
**Public School Staff Data**  
**For the Year Ended June 30, 2013**

	<b>All Classroom Teachers</b>	<b>Classroom Teachers Excluding ROTC and Rehired Retirees</b>
<b>Average Classroom Teachers' Salary Including Extra Compensation</b>	\$50,956.90	\$50,956.90
<b>Average Classroom Teachers' Salary Excluding Extra Compensation</b>	\$48,287.00	\$48,287.00
<b>Number of Teacher Full-time Equivalents (FTEs) used in Computation of Average Salaries</b>	474	474

**Note:** Figures reported include all sources of funding (i.e., federal, state, and local) but exclude employee benefits. Generally, retired teachers rehired to teach receive less compensation than non-retired teachers and ROTC teachers receive more compensation because of a federal supplement.

**ST. JOHN THE BAPTIST PARISH SCHOOL BOARD**  
**Class Size Characteristics**  
**As of October 1, 2012**

School Type	Class Size Range							
	1 - 20		21 - 26		27 - 33		34+	
	Percent	Number	Percent	Number	Percent	Number	Percent	Number
Elementary	47.7%	525	46.1%	508	6.2%	68	0.0%	-
Elementary Activity Classes	33.9%	123	51.0%	185	8.8%	32	6.3%	23
Middle/Jr. High	0.0%	-	0.0%	-	0.0%	-	0.0%	-
Middle/Jr. High Activity Classes	0.0%	-	0.0%	-	0.0%	-	0.0%	-
High	71.3%	524	20.4%	150	7.8%	57	0.5%	4
High Activity Classes	83.5%	101	14.0%	17	1.7%	2	0.8%	1
Combination	100.0%	49	0.0%	-	0.0%	-	0.0%	-
Combination Activity Classes	100.0%	3	0.0%	-	0.0%	-	0.0%	-

**Note:** The Board of Elementary and Secondary Education has set specific limits on the maximum size of classes at various grade levels. The maximum enrollment in grades K-3 is 26 students and maximum enrollment in grades 4-12 is 33 students. These limits do not apply to activity classes such as physical education, chorus, band, and other classes without maximum enrollment standards. Therefore, these classes are included only as separate line items.

**ST. JOHN THE BAPTIST PARISH SCHOOL BOARD**  
**Louisiana Educational Assessment Program (LEAP) for the 21st Century**  
**For the Year Ended June 30, 2013**

District Achievement Level Results	English Language Arts						Mathematics					
	2013		2012		2011		2013		2012		2011	
	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent
<b>Grade 4</b>												
Advanced	29	5.5%	24	4.7%	21	4.4%	35	6.7%	30	5.8%	43	9.0%
Proficient	125	23.7%	128	25.1%	126	26.4%	102	19.5%	144	28.0%	123	25.6%
Basic	230	43.6%	249	48.9%	221	46.3%	197	37.7%	230	44.7%	223	46.5%
Approaching Basic	100	18.9%	78	15.3%	78	16.4%	78	14.9%	74	14.4%	56	11.7%
Unsatisfactory	44	8.3%	30	6.0%	31	6.5%	110	21.2%	36	7.1%	35	7.2%
<b>Total</b>	<b>528</b>	<b>100.0%</b>	<b>509</b>	<b>100.0%</b>	<b>477</b>	<b>100.0%</b>	<b>522</b>	<b>100.0%</b>	<b>514</b>	<b>100.0%</b>	<b>480</b>	<b>100.0%</b>

District Achievement Level Results	Science						Social Studies					
	2013		2012		2011		2013		2012		2011	
	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent
<b>Grade 4</b>												
Advanced	9	1.8%	18	3.5%	2	0.4%	5	1.0%	9	1.8%	3	0.6%
Proficient	44	8.6%	64	12.6%	45	9.4%	45	8.8%	55	10.8%	45	9.4%
Basic	223	43.6%	239	47.0%	228	47.6%	248	48.5%	271	53.2%	277	57.9%
Approaching Basic	133	26.0%	150	29.5%	145	30.3%	115	22.5%	107	21.0%	88	18.4%
Unsatisfactory	102	20.0%	38	7.4%	59	12.3%	98	19.2%	67	13.2%	65	13.7%
<b>Total</b>	<b>511</b>	<b>100.0%</b>	<b>509</b>	<b>100.0%</b>	<b>479</b>	<b>100.0%</b>	<b>511</b>	<b>100.0%</b>	<b>509</b>	<b>100.0%</b>	<b>478</b>	<b>100.0%</b>

District Achievement Level Results	English Language Arts						Mathematics					
	2013		2012		2011		2013		2012		2011	
	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent
<b>Grade 8</b>												
Advanced	18	3.5%	10	2.1%	14	3.3%	8	1.6%	14	2.9%	15	3.6%
Proficient	63	12.2%	75	15.7%	67	16.0%	20	3.9%	26	5.4%	12	2.9%
Basic	218	42.1%	242	50.5%	196	46.9%	273	53.0%	289	60.2%	238	56.9%
Approaching Basic	181	34.9%	132	27.6%	118	28.2%	124	24.1%	106	22.1%	103	24.6%
Unsatisfactory	38	7.3%	20	4.1%	23	5.6%	90	17.4%	45	9.4%	50	12.0%
<b>Total</b>	<b>518</b>	<b>100.0%</b>	<b>479</b>	<b>100.0%</b>	<b>418</b>	<b>100.0%</b>	<b>515</b>	<b>100.0%</b>	<b>480</b>	<b>100.0%</b>	<b>418</b>	<b>100.0%</b>

District Achievement Level Results	Science						Social Studies					
	2013		2012		2011		2013		2012		2011	
	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent
<b>Grade 8</b>												
Advanced	3	0.6%	7	1.5%	3	0.7%	4	0.9%	3	0.6%	3	0.7%
Proficient	31	6.7%	68	14.2%	54	12.9%	27	5.8%	47	9.8%	37	8.9%
Basic	202	43.4%	177	36.9%	165	39.6%	241	51.8%	270	56.5%	192	46.3%
Approaching Basic	162	34.8%	163	34.0%	132	31.7%	101	21.7%	110	23.0%	143	34.5%
Unsatisfactory	67	14.5%	65	13.4%	63	15.1%	92	19.8%	48	10.1%	40	9.6%
<b>Total</b>	<b>465</b>	<b>100.0%</b>	<b>480</b>	<b>100.0%</b>	<b>417</b>	<b>100.0%</b>	<b>465</b>	<b>100.0%</b>	<b>478</b>	<b>100.0%</b>	<b>415</b>	<b>100.0%</b>

**ST. JOHN THE BAPTIST PARISH SCHOOL BOARD**  
**The Graduation Exit Exam for the 21st Century**  
**For the Year Ended June 30, 2013**

District Achievement Level Results	English Language Arts						Mathematics					
	2013		2012		2011		2013		2012		2011	
	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent
<b>Grade 10</b>												
Advanced	N/A	N/A	0	0.0%	0	0.0%	N/A	N/A	N/A	N/A	16	4.3%
Proficient	N/A	N/A	16	4.3%	16	4.3%	N/A	N/A	N/A	N/A	58	15.7%
Basic	N/A	N/A	202	54.7%	202	54.7%	N/A	N/A	N/A	N/A	190	51.5%
Approaching Basic	N/A	N/A	102	27.6%	102	27.6%	N/A	N/A	N/A	N/A	61	16.5%
Unsatisfactory	N/A	N/A	49	13.4%	49	13.4%	N/A	N/A	N/A	N/A	44	12.0%
<b>Total</b>			369	100.0%	369	100.0%					369	100.0%

District Achievement Level Results	Science						Social Studies					
	2013		2012		2011		2013		2012		2011	
	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent
<b>Grade 11</b>												
Advanced	N/A	N/A	1	0.3%	5	1.5%	N/A	N/A	3	0.9%	2	0.6%
Proficient	N/A	N/A	30	9.0%	29	8.8%	N/A	N/A	20	6.0%	19	5.8%
Basic	N/A	N/A	147	44.3%	130	39.5%	N/A	N/A	190	57.2%	171	52.0%
Approaching Basic	N/A	N/A	105	31.6%	96	29.2%	N/A	N/A	86	25.9%	90	27.4%
Unsatisfactory	N/A	N/A	49	14.8%	69	21.0%	N/A	N/A	33	10.0%	47	14.2%
<b>Total</b>			332	100.0%	329	100.0%			332	100.0%	329	100.0%

**ST. JOHN THE BAPTIST PARISH SCHOOL BOARD**

Schedule 9

**The iLEAP Tests  
For the Year Ended June 30, 2013**

District Achievement Level Results	English Language Arts		Mathematics		Science		Social Studies	
	2011		2011		2011		2011	
Students	Number	Percent	Number	Percent	Number	Percent	Number	Percent
<b>Grade 3</b>								
Advanced	11	2.1%	25	4.8%	10	1.9%	7	1.4%
Mastery	80	15.5%	75	14.5%	45	8.7%	53	10.3%
Basic	239	46.2%	247	47.8%	212	41.0%	234	45.3%
Approaching Basic	118	22.8%	98	19.0%	172	33.3%	117	22.6%
Unsatisfactory	69	13.4%	72	13.9%	78	15.1%	106	20.4%
<b>Total</b>	<b>517</b>	<b>100%</b>	<b>517</b>	<b>100%</b>	<b>517</b>	<b>100%</b>	<b>517</b>	<b>100%</b>

District Achievement Level Results	English Language Arts		Mathematics		Science		Social Studies	
	2011		2011		2011		2011	
Students	Number	Percent	Number	Percent	Number	Percent	Number	Percent
<b>Grade 5</b>								
Advanced	6	1.1%	18	3.4%	4	0.8%	5	1.0%
Mastery	59	11.2%	46	8.7%	51	9.7%	47	8.9%
Basic	229	43.6%	221	42.0%	175	33.3%	212	40.3%
Approaching Basic	139	26.5%	118	22.4%	207	39.4%	136	25.9%
Unsatisfactory	92	17.6%	123	23.5%	89	16.8%	126	23.9%
<b>Total</b>	<b>525</b>	<b>100%</b>	<b>526</b>	<b>100%</b>	<b>526</b>	<b>100%</b>	<b>526</b>	<b>100%</b>

District Achievement Level Results	English Language Arts		Mathematics		Science		Social Studies	
	2011		2011		2011		2011	
Students	Number	Percent	Number	Percent	Number	Percent	Number	Percent
<b>Grade 6</b>								
Advanced	5	1.1%	20	4.5%	6	1.3%	8	1.8%
Mastery	57	12.8%	44	9.8%	46	10.3%	32	7.2%
Basic	246	55.4%	255	57.0%	232	52.0%	220	49.3%
Approaching Basic	92	20.7%	69	15.4%	121	27.1%	111	24.9%
Unsatisfactory	44	10.0%	59	13.3%	41	9.3%	75	16.8%
<b>Total</b>	<b>444</b>	<b>100%</b>	<b>447</b>	<b>100%</b>	<b>446</b>	<b>100%</b>	<b>446</b>	<b>100%</b>

District Achievement Level Results	English Language Arts		Mathematics		Science		Social Studies	
	2011		2011		2011		2011	
Students	Number	Percent	Number	Percent	Number	Percent	Number	Percent
<b>Grade 7</b>								
Advanced	13	2.6%	17	3.4%	7	1.4%	4	0.8%
Mastery	54	10.9%	42	8.5%	42	8.5%	39	7.9%
Basic	251	50.8%	254	51.3%	222	45.0%	252	51.0%
Approaching Basic	133	26.9%	114	23.0%	156	31.6%	95	19.2%
Unsatisfactory	43	8.8%	68	13.8%	66	13.5%	104	21.1%
<b>Total</b>	<b>494</b>	<b>100%</b>	<b>495</b>	<b>100%</b>	<b>493</b>	<b>100%</b>	<b>494</b>	<b>100%</b>

District Achievement Level Results	English Language Arts		Mathematics	
	2011		2011	
Students	Number	Percent	Number	Percent
<b>Grade 9</b>				
Advanced	N/A	N/A	N/A	N/A
Mastery	N/A	N/A	N/A	N/A
Basic	N/A	N/A	N/A	N/A
Approaching Basic	N/A	N/A	N/A	N/A
Unsatisfactory	N/A	N/A	N/A	N/A
<b>Total</b>	<b>N/A</b>	<b>N/A</b>	<b>N/A</b>	<b>N/A</b>

**ST. JOHN THE BAPTIST PARISH SCHOOL BOARD**

Schedule 9

**The iLEAP Tests (Continued)  
For the Year Ended June 30, 2013**

District Achievement Level Results	English Language Arts		Mathematics		Science		Social Studies	
	2012		2012		2012		2012	
Students	Number	Percent	Number	Percent	Number	Percent	Number	Percent
<b>Grade 3</b>								
Advanced	7	1.5%	22	4.6%	8	1.7%	1	0.2%
Mastery	96	20.0%	91	19.0%	89	18.6%	65	13.6%
Basic	207	43.2%	233	48.6%	202	42.3%	221	46.2%
Approaching Basic	109	22.8%	84	17.5%	135	28.2%	108	22.6%
Unsatisfactory	60	12.5%	49	10.3%	44	9.2%	83	17.4%
<b>Total</b>	<b>479</b>	<b>100%</b>	<b>479</b>	<b>100%</b>	<b>478</b>	<b>100%</b>	<b>478</b>	<b>100%</b>

District Achievement Level Results	English Language Arts		Mathematics		Science		Social Studies	
	2012		2012		2012		2012	
Students	Number	Percent	Number	Percent	Number	Percent	Number	Percent
<b>Grade 5</b>								
Advanced	3	0.7%	10	2.2%	4	0.9%	1	0.2%
Mastery	49	11.0%	30	6.7%	29	6.5%	15	3.4%
Basic	192	43.2%	195	43.7%	146	32.7%	170	38.1%
Approaching Basic	129	29.1%	108	24.2%	184	41.2%	127	28.5%
Unsatisfactory	71	16.0%	103	23.2%	84	18.7%	133	29.8%
<b>Total</b>	<b>444</b>	<b>100%</b>	<b>446</b>	<b>100%</b>	<b>447</b>	<b>100%</b>	<b>446</b>	<b>100%</b>

District Achievement Level Results	English Language Arts		Mathematics		Science		Social Studies	
	2012		2012		2012		2012	
Students	Number	Percent	Number	Percent	Number	Percent	Number	Percent
<b>Grade 6</b>								
Advanced	14	2.7%	21	4.0%	11	2.1%	13	2.5%
Mastery	65	12.5%	69	13.1%	51	9.8%	26	5.0%
Basic	263	50.4%	282	53.6%	216	41.4%	243	46.6%
Approaching Basic	138	26.4%	78	14.8%	186	35.6%	160	30.7%
Unsatisfactory	42	8.0%	76	14.5%	58	11.1%	80	15.2%
<b>Total</b>	<b>522</b>	<b>100%</b>	<b>526</b>	<b>100%</b>	<b>522</b>	<b>100%</b>	<b>522</b>	<b>100%</b>

District Achievement Level Results	English Language Arts		Mathematics		Science		Social Studies	
	2012		2012		2012		2012	
Students	Number	Percent	Number	Percent	Number	Percent	Number	Percent
<b>Grade 7</b>								
Advanced	10	2.3%	17	3.9%	5	1.1%	6	1.4%
Mastery	55	12.6%	41	9.3%	49	11.2%	42	9.6%
Basic	210	48.1%	240	54.7%	169	38.7%	199	45.5%
Approaching Basic	120	27.5%	88	20.0%	151	34.6%	117	26.8%
Unsatisfactory	42	9.5%	53	12.1%	63	14.4%	73	16.7%
<b>Total</b>	<b>437</b>	<b>100%</b>	<b>439</b>	<b>100%</b>	<b>437</b>	<b>100%</b>	<b>437</b>	<b>100%</b>

District Achievement Level Results	English Language Arts		Mathematics	
	2012		2012	
Students	Number	Percent	Number	Percent
<b>Grade 9</b>				
Advanced	N/A	N/A	N/A	N/A
Mastery	N/A	N/A	N/A	N/A
Basic	N/A	N/A	N/A	N/A
Approaching Basic	N/A	N/A	N/A	N/A
Unsatisfactory	N/A	N/A	N/A	N/A
<b>Total</b>	<b>N/A</b>	<b>N/A</b>	<b>N/A</b>	<b>N/A</b>

**ST. JOHN THE BAPTIST PARISH SCHOOL BOARD**

Schedule 9

**The iLEAP Tests (Continued)  
For the Year Ended June 30, 2013**

District Achievement Level Results	English Language Arts		Mathematics		Science		Social Studies	
	2013		2013		2013		2013	
Students	Number	Percent	Number	Percent	Number	Percent	Number	Percent
<b>Grade 3</b>								
Advanced	18	3.7%	26	5.3%	12	2.4%	5	1.0%
Mastery	63	12.8%	72	14.6%	47	9.6%	49	10.0%
Basic	211	42.9%	198	40.2%	188	38.2%	202	41.1%
Approaching Basic	105	21.3%	104	21.1%	176	35.8%	117	23.8%
Unsatisfactory	95	19.3%	92	18.7%	69	14.0%	119	24.1%
<b>Total</b>	<b>492</b>	<b>100%</b>	<b>492</b>	<b>100%</b>	<b>492</b>	<b>100%</b>	<b>492</b>	<b>100%</b>

District Achievement Level Results	English Language Arts		Mathematics		Science		Social Studies	
	2013		2013		2013		2013	
Students	Number	Percent	Number	Percent	Number	Percent	Number	Percent
<b>Grade 5</b>								
Advanced	12	2.6%	9	2.0%	7	1.5%	4	0.9%
Mastery	44	9.5%	43	9.4%	38	8.3%	30	6.5%
Basic	216	46.9%	236	51.5%	188	41.0%	208	45.3%
Approaching Basic	123	26.7%	91	19.9%	164	35.7%	118	25.7%
Unsatisfactory	66	14.3%	79	17.2%	62	13.5%	99	21.6%
<b>Total</b>	<b>461</b>	<b>100%</b>	<b>458</b>	<b>100%</b>	<b>459</b>	<b>100%</b>	<b>459</b>	<b>100%</b>

District Achievement Level Results	English Language Arts		Mathematics		Science		Social Studies	
	2013		2013		2013		2013	
Students	Number	Percent	Number	Percent	Number	Percent	Number	Percent
<b>Grade 6</b>								
Advanced	4	0.9%	16	3.8%	4	0.9%	8	1.9%
Mastery	50	11.6%	41	9.6%	38	8.9%	28	6.6%
Basic	231	53.5%	232	54.5%	194	45.4%	185	43.3%
Approaching Basic	105	24.3%	75	17.6%	139	32.6%	128	30.0%
Unsatisfactory	42	9.7%	62	14.6%	52	12.2%	78	18.2%
<b>Total</b>	<b>432</b>	<b>100%</b>	<b>426</b>	<b>100%</b>	<b>427</b>	<b>100%</b>	<b>427</b>	<b>100%</b>

District Achievement Level Results	English Language Arts		Mathematics		Science		Social Studies	
	2013		2013		2013		2013	
Students	Number	Percent	Number	Percent	Number	Percent	Number	Percent
<b>Grade 7</b>								
Advanced	19	4.1%	16	3.6%	11	2.4%	1	0.2%
Mastery	54	11.8%	49	10.9%	58	12.7%	45	9.9%
Basic	221	48.3%	252	56.1%	193	42.4%	229	50.3%
Approaching Basic	124	27.1%	72	16.0%	136	29.9%	108	23.7%
Unsatisfactory	40	8.7%	60	13.4%	57	12.5%	72	15.9%
<b>Total</b>	<b>458</b>	<b>100%</b>	<b>449</b>	<b>100%</b>	<b>455</b>	<b>100%</b>	<b>455</b>	<b>100%</b>

District Achievement Level Results	English Language Arts		Mathematics	
	2013		2013	
Students	Number	Percent	Number	Percent
<b>Grade 9</b>				
Advanced	N/A	N/A	N/A	N/A
Mastery	N/A	N/A	N/A	N/A
Basic	N/A	N/A	N/A	N/A
Approaching Basic	N/A	N/A	N/A	N/A
Unsatisfactory	N/A	N/A	N/A	N/A
<b>Total</b>	<b>N/A</b>	<b>N/A</b>	<b>N/A</b>	<b>N/A</b>



**ST. JOHN THE BAPTIST PARISH  
SCHOOL BOARD  
Reserve, Louisiana**

**REPORTS AND INFORMATION REQUIRED  
BY THE SINGLE AUDIT ACT AMENDMENTS OF 1996  
AND  
*GOVERNMENT AUDITING STANDARDS***

**For the Year Ended June 30, 2013**

## TABLE OF CONTENTS

	<u>Page</u>
Report on Internal Control over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with <i>Government Auditing Standards</i> .....	1
Report on Compliance with Requirements That Could Have a Direct and Material Effect on Each Major Program and on Internal Control Over Compliance in Accordance with OMB Circular A-133 .....	3
Schedule of Expenditures of Federal Awards .....	6
Notes to Schedule of Expenditures of Federal Awards .....	9
Schedule of Findings and Questioned Costs .....	10
Summary Schedule of Prior Audit Findings .....	13
Management's Corrective Action Plan .....	14

**INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL OVER  
FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED  
ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE  
WITH GOVERNMENT AUDITING STANDARDS**

Members of the  
**St. John the Baptist Parish School Board**  
Reserve, Louisiana

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in Government Auditing Standards issued by the Comptroller General of the United States, the financial statements of the governmental activities, each major fund, the fiduciary funds, and the aggregate remaining fund information of St. John the Baptist Parish School Board (the "School Board"), as of and for the year ended June 30, 2013, and the related notes to the financial statements, which collectively comprise the School Board's basic financial statements and have issued our report thereon dated December 17, 2013.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the School Board's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the School Board's internal control. Accordingly, we do not express an opinion on the effectiveness of the School Board's internal control.

Our consideration of internal control was for the limited purpose described in the preceding paragraph and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that were not identified. However, as described in the accompanying Schedule of Findings and Questioned Costs, we identified certain deficiencies in internal control that we consider to be material weaknesses.

*A deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a

deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the School Board's financial statements will not be prevented, or detected and corrected on a timely basis. We consider the deficiencies described in the accompanying Schedule of Findings and Questioned Costs, as items 2013-01 and 2103-02 to be material weaknesses.

#### Compliance and Other Matters

As part of obtaining reasonable assurance about whether the School Board's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

#### The School Board's Response to Findings

The School Board's response to the findings identified in our audit is described in the accompanying Schedule of Findings and Questioned Costs. The School Board's response was not subjected to the auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on it.

#### Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the School Board's internal control or on compliance. This report is an integral part of an audit performed in accordance with Government Auditing Standards in considering the School Board's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

*Carr, Riggs & Ingram, LLC*

December 17, 2013

**INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH MAJOR  
PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY  
OMB CIRCULAR A-133**

Members of the  
**St. John the Baptist Parish School Board**  
Reserve, Louisiana

**Report on Compliance for Each Major Federal Program**

We have audited St. John the Baptist Parish School Board's (the "School Board") compliance with the types of compliance requirements described in the *OMB Circular A-133 Compliance Supplement* that could have a direct and material effect on each of the School Board's major federal programs for the year ended June 30, 2013. The School Board's major federal programs are identified in the summary of auditor's results section of the accompanying Schedule of Findings and Questioned Costs.

**Management's Responsibility**

Management is responsible for compliance with the requirements of laws, regulations, contracts, and grants applicable to its federal programs.

**Auditor's Responsibility**

Our responsibility is to express an opinion on compliance for each of the School Board's major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States; and OMB Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain *reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred*. An audit includes examining, on a test basis, evidence about the School Board's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major federal program. However, our audit does not provide a legal determination of the School Board's compliance.

#### Opinion on Each Major Federal Program

In our opinion, the School Board, complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2013.

#### Report on Internal Control Over Compliance

Management of the School Board is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the School Board's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with OMB Circular A-133, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the School Board's internal control over compliance.

*A deficiency in internal control over compliance* exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. *A material weakness in internal control over compliance* is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. *A significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

Report on Schedule of Expenditures of Federal Awards Required by OMB Circular A-133

We have audited the financial statements of the government activities, each major fund, the fiduciary funds, and the aggregate remaining fund information of the School Board as of and for the year ended June 30, 2013, and the related notes to the financial statements, which collectively comprise the School Board's basic financial statements. We issued our report thereon dated December 17, 2013, which contained unmodified opinions on those financial statements. Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the basic financial statements. The accompanying Schedule of Expenditures of Federal Awards is presented for purposes of additional analysis as required by OMB Circular A-133 and is not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the Schedule of Expenditures of Federal Awards is fairly stated in all material respects in relation to the basic financial statements as a whole.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of OMB Circular A-133. Accordingly, this report is not suitable for any other purposes.

*Carr, Riggs & Ingram, LLC*

December 17, 2013

**ST. JOHN THE BAPTIST PARISH SCHOOL BOARD  
RESERVE, LOUISIANA  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
For the Year Ended June 30, 2013**

<u>Federal Grantor/Pass-Through or Grantor/Program or Cluster Title</u>	<u>Grant Pass-Through Number</u>	<u>Federal CFDA Number</u>	<u>ARRA Funds</u>	<u>Federal Expenditures</u>
<b>United States Department of Agriculture:</b>				
<b>    Passes-through Louisiana Department of Education:</b>				
Child and Adult Care Food Program	-	10.558		\$ 9,967
<b>    Non-Cash Assistance (Commodities):</b>				
National School Lunch Program	* -	10.555		231,238
National Breakfast Program	* -	10.553		893,930
National School Lunch Program (Sections II & IV)	* -	10.555		<u>2,203,345</u>
<b>    Total United States Department of Agriculture</b>				<u><b>3,338,480</b></u>
<b>United States Department of Health and Human Services:</b>				
<b>    Direct Program - Administration for Children, Youth and Families - Head Start</b>				
	* -	93.600		1,175,565
<b>    Passed-through Louisiana Department of Education:</b>				
Prevention Health Services - Medicaid	-	93.778		346,958
<b>    Passed-through Louisiana Department of Family Support:</b>				
Temporary Assistance for Needy Families	28-12-36-48	93.558		<u>54,350</u>
<b>    Total United States Department of Health and Human Services</b>				<u><b>1,576,873</b></u>

(Continued)



**ST. JOHN THE BAPTIST PARISH SCHOOL BOARD  
RESERVE, LOUISIANA  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
For the Year Ended June 30, 2013**

<u>Federal Grantor/Pass-Through or Grantor/Program or Cluster Title</u>	<u>Grant Pass-Through Number</u>	<u>Federal CFDA Number</u>	<u>ARRA Funds</u>	<u>Federal Expenditures</u>
<b>United States Department of Education:</b>				
<b>Passed-through Louisiana Department of of Education:</b>				
<b>Vocational Education:</b>				
2013 Carl Perkins	28-12-02-48	84.048A		\$ 109,205
Jobs for America's Graduates	28-11-JS-48	93.558		50,714
<b>Special Education:</b>				
IDEA, Part B	28-13-B1-48	84.027A		1,255,392
IDEA, Part B	28-12-B1-48	84.027A		650,448
IDEA, High Risk Pool	28-13-RH-48-344	84.027A		122,093
IDEA, Pre-school	28-13-P1-48	84.173		19,462
IDEA, Pre-school	28-12-P1-48	84.173		52,132
<b>Improving America's Schools Act –</b>				
Title I	28-13-T1-48	84.010A		2,079,691
Title I	28-12-T1-48	84.010A		617,915
School Improvement				
1003a – East St. John High	28-12-TA-48	84.010A		8,563
Title II – Part A Teacher Quality	28-13-50-48	84.367A		265,551
Title II – Part A Teacher Quality	28-12-50-48	84.367A		194,276
Title III – ESL	28-12-60-48	84.365A		15,015
Race to the Top – Phase 3	28-12-RT-48	84.413A		61,105
<b>Passed-through Louisiana Board of Regents:</b>				
LA Gear-Up	10-307-SJTB	84.334S		<u>63,480</u>
<b>Total United States Department of Education</b>				<u><b>5,565,042</b></u>

(Continued)

**ST. JOHN THE BAPTIST PARISH SCHOOL BOARD  
RESERVE, LOUISIANA  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
For the Year Ended June 30, 2013**

<u>Federal Grantor/Pass-Through or Grantor/Program or Cluster Title</u>	<u>Grant Pass-Through Number</u>	<u>Federal CFDA Number</u>	<u>ARRA Funds</u>	<u>Federal Expenditures</u>
United States Department of Housing and Urban Development Passed-through Louisiana Department of of Education:				
Community Development Block Grants	28-13-38-48	14.218		<u>\$ 115,575</u>
Total United States Department of Education				<u>115,575</u>
United States Department of Homeland Security Passed-through Louisiana Governor's Office of Homeland Security and Emergency Preparedness:				
Public Assistance Grant – Hurricane Isaac *		97.036		<u>5,803,743</u>
Total United States Department of Education				<u>5,803,743</u>
Total Expenditures of Federal Awards				<u>\$ 16,399,713</u>

\* Tested as a major program in the current fiscal year.

The accompanying Notes to Schedule of Expenditures of Federal Awards  
are an integral part of this schedule.

**ST. JOHN THE BAPTIST PARISH SCHOOL BOARD**  
**RESERVE, LOUISIANA**  
**NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**  
**For the Year Ended June 30, 2013**

**NOTE 1 - GENERAL**

The accompanying Schedule of Expenditures of Federal Awards presents the activity of all federal financial assistance programs of the St. John the Baptist Parish School Board (the "School Board"). The School Board reporting entity is defined in Note 1 to the basic financial statements for the year ended June 30, 2013. All federal financial assistance received directly from federal agencies is included on the schedule, as well as federal financial assistance passed-through other government agencies.

**NOTE 2 - BASIS OF ACCOUNTING**

The accompanying Schedule of Expenditures of Federal Awards is presented using the modified accrual basis of accounting, which is described in Note 1 to the School Board's basic financial statements for the year ended June 30, 2013. The value of noncash assistance is the fair value of the noncash items used during the year. Any received but unused commodities are reflected as deferred revenue until used.

**NOTE 3 - RELATIONSHIP TO BASIC FINANCIAL STATEMENTS**

Federal financial assistance revenues are reported in the School Board's basic financial statements as follows:

	<u>General Fund</u>	<u>Special Revenue Fund</u>	<u>Total</u>
From federal sources	\$ 410,438	\$ 15,989,275	\$ 16,399,713

**ST. JOHN THE BAPTIST PARISH SCHOOL BOARD**  
**SCHEDULE OF FINDINGS AND QUESTIONED COSTS**  
**For the Year Ended June 30, 2013**

**A. SUMMARY OF AUDITOR'S RESULTS**

1. The auditor's report expresses an unqualified opinion on the financial statements of the St. John the Baptist Parish School Board (the "School Board").
2. Two (2) control deficiencies in internal control over financial reporting is reported in the *Report on Internal Control over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with Government Auditing Standards*. These deficiencies are considered to be material weaknesses (2013-01 & 2103-02)
3. No instances of noncompliance material to the financial statements of the School Board, which would be required to be reported in accordance with *Government Auditing Standards*, were disclosed during the audit.
4. No significant deficiencies relating to the audit of the major federal award programs are reported in the *Report on Compliance with Requirements That Could Have a Direct and Material Effect on Each Major Program and on Internal Control Over Compliance in Accordance with OMB Circular A-133*.
5. The auditor's report on compliance for the major federal award programs for the School Board expresses an unqualified opinion on all major federal programs.
6. There were no findings that are required to be reported in accordance with Section 510(a) of OMB Circular A-133.
7. The following programs were identified as major programs:

<u>Name of Federal Program (or Cluster)</u>	<u>CFDA No.</u>
Head Start	93.600
Child Nutrition Cluster	10.555 10.553
Public Assistance Grant – Isaac	97.036

8. The threshold for distinguishing Type A and Type B programs was \$491,991.
9. The School Board qualified as a low-risk auditee.
10. A management letter was issued for the year ended June 30, 2013.

**ST. JOHN THE BAPTIST PARISH SCHOOL BOARD**  
**SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)**  
**For the Year Ended June 30, 2013**

**B. FINDINGS - FINANCIAL STATEMENTS AUDIT**

**2013-01: INTERNAL CONTROLS OVER FIXED ASSETS**

**Classification – Material Weakness**

**Criteria:** The School Board did not properly follow their capitalization threshold of \$5,000. As a result, several expenses should have been capitalized and were not initially. In addition, the School Board did not properly dispose of fixed assets that were either destroyed by Hurricane Isaac or were no longer owned by the School Board.

**Condition:** We noted several errors that cumulatively indicated a weakness in internal accounting control regarding the accounting of the School Board's fixed assets. The errors primarily occurred due to the School Board's Finance Department being focused on other critical non-accounting responsibilities during the Hurricane Isaac recovery, and the accounting for fixed assets being performed by the School Board's Purchasing Department.

We noted the following matters:

- The School Board was unable to provide an accurate depreciation listing with the net book value of assets included.
- Certain current year additions to fixed assets were not entered into the fixed assets listing or were entered with incorrect in service dates.
- Current year capital outlay expenses did not agree to current year fixed assets additions.
- Certain vehicles that were destroyed by Hurricane Isaac were not removed from the fixed assets listing.
- The School Board was unable to provide a schedule of construction in progress at year end.
- A period inventory of assets needs to be performed.

**Cause:** The accounting errors primarily occurred due to the School Board's Finance Department being focused on other critical non-accounting responsibilities related to the Hurricane Isaac recovery. In addition, the School Board's Purchasing Department lacked adequate training with respect to the Munis accounting system as well as a limited knowledge of pertinent accounting standards.

**Effect:** The unadjusted fixed assets balances on the government-wide financials were materially misstated.

**ST. JOHN THE BAPTIST PARISH SCHOOL BOARD**  
**SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)**  
**For the Year Ended June 30, 2013**

**2013-02: INTERNAL CONTROLS OVER SALES TAXES**

**Classification:** Material Weakness

**Criteria:** In accordance with SSAE 16, a Report on Controls at a Service Organization Relevant to User Entities' Internal Control over Financial Reporting ("SOC 1") which was effective for the year ending June 30, 2012, should be obtained when relying on the material controls of a 3<sup>rd</sup> party service provider.

**Condition:** The School Board has a contract with an outside vendor to perform sales tax collections, audits, and distribution as the sales tax collector for St. John the Baptist Parish. As sales taxes constitute approximately 52% of the School Board's total revenue for the current year, the controls over sales tax collections have a direct and material effect on the School Board's financial statements. As of June 30, 2013, the internal controls of the outside vendor had not been evaluated for adequacy.

**Cause:** The School Board uses a service provider that did not provide a Report on Controls at a Service Organization Relevant to User Entities' Internal Control over Financial Reporting ("SOC 1") for the year ended June 30, 2013, in accordance with SSAE 16.

**Effect:** The School Board is unable to evaluate the adequacy of the controls of the outside vendor on their financial statements surrounding sales tax collections and distributions.

**C. FINDINGS AND QUESTIONED COSTS - MAJOR FEDERAL AWARD PROGRAM  
AUDIT**

There were no findings related to the major federal award programs for the year ended June 30, 2013.

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**ST. JOHN THE BAPTIST PARISH SCHOOL BOARD  
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS  
For the Year Ended June 30, 2013**

**SECTION I- FINDINGS RELATED TO FINANCIAL STATEMENT AUDIT**

There were no findings reported in this section.

**SECTION II- FINDINGS RELATED TO MAJOR FEDERAL AWARD PROGRAMS**

There were no findings reported in this section.

**SECTION II - MANAGEMENT LETTER COMMENTS**

1. Business Office Employee Succession Plan – Unresolved (See current year comment 1)
2. Possible violation of LA R.S. 42:1112 – Resolved

**ST. JOHN THE BAPTIST PARISH SCHOOL BOARD  
MANAGEMENT'S CORRECTIVE ACTION PLAN  
For the Year Ended June 30, 2013**

**SECTION I FINDINGS RELATED TO FINANCIAL STATEMENT AUDIT**

**2032-01: INTERNAL CONTROLS OVER FIXED ASSETS**

**Classification – Material Weakness**

**Corrective Action Plan –** With assistance and training from the software vendor, all areas have been corrected except the periodic inventory of assets. An inventory will take place sometime during the fiscal year.

**2013-02: INTERNAL CONTROLS OVER SALES TAXES**

**Classification – Material Weakness**

**Corrective Action Plan –** Management agrees with the current year recommendation and will request a report from the outside vendor before next year's audit.



**ST. JOHN THE BAPTIST PARISH SCHOOL BOARD**

**MEMORANDUM OF ADVISORY COMMENTS**

**For the Year Ending June 30, 2013**



## **TABLE OF CONTENTS**

<b>AUDITOR'S REPORT .....</b>	<b>1</b>
<b>OBSERVATIONS, RECOMMENDATIONS, AND CORRECTIVE ACTION PLANS</b>	
1. Business Office Employee Succession Plan.....	2
2. Hurricane Recovery Project Tracking .....	2



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December 17, 2013

Members of the School Board  
**St. John the Baptist Parish School Board**  
Reserve, Louisiana

In planning and performing our audit of the financial statements of St. John the Baptist School Board (the "School Board") as of and for the year ended June 30, 2013, in accordance with auditing standards generally accepted in the United States of America, we considered the School Board's internal control over financial reporting (internal control) as a basis for designing auditing procedures that are appropriate in the circumstances for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the School Board's internal control. Accordingly, we do not express an opinion on the effectiveness of the School Board's internal control.

However, during our audit we became aware of deficiencies in internal control other than significant deficiencies and material weaknesses and matters that are opportunities for strengthening internal controls and operating efficiency. The memorandum that accompanies this letter summarizes our comments and recommendations regarding these matters. This letter does not affect our report dated December 17, 2013 on the financial statements of the School Board.

We will review the status of our recommendations during our next audit engagement. We have already discussed our recommendations with management and have included their corrective action plan. We will be pleased to discuss our recommendations in further detail at your convenience, or to perform any additional study of these matters.

Sincerely,

*Carr, Riggs & Ingram, LLC*

**ST. JOHN THE BAPTIST PARISH SCHOOL BOARD  
OBSERVATIONS, RECOMMENDATIONS, AND  
CORRECTIVE ACTION PLANS  
JUNE 30, 2013**

**1. Business Office Employee Succession Plan**

Observation:

Currently 9 of the 10 Business Office employees are eligible for retirement under the Teachers' Retirement System of Louisiana. The potential for multiple business office employees to retire in the near future could result in a significant disruption in the day to day operations and financial processes of the School System.

Recommendation:

The School Board should implement a succession plan in the Business Office to avoid a situation of multiple retirements occurring in the near future without experienced and/or adequately trained employees to fill the positions.

Corrective Action Plan:

The succession plan is to replace 4 accounting clerks with 2 clerks and an accounting coordinator. The clerks will be cross trained in different areas. One clerk has already been hired and the accounting coordinator job description is written and waiting board approval. The accounting coordinator will be trained as a backup to critical accounting functions. The contact person is Felix Boughton, Director of Finance, (985) 536-1106.

**2. Hurricane Recovery Project Tracking**

Observation:

Currently all Federally-funded Hurricane Isaac recovery projects are accounted for in the School Board's accounting records using one of two project codes. Expenses are not coded based on the individual project worksheets that have been approved by FEMA.

Recommendation:

As the School Board begins work on several project worksheets in 2014, individual projects should be tracked separately in order to ensure that the School Board is in compliance with Federal regulations.

Corrective Action Plan:

The Munis accounting system has flexibility in how reports are generated. Project general ledgers can be generated and separated into individual spreadsheets that match corresponding PW's approved by FEMA. This was used in requesting funds for approved PW's and approved by GOHSEP. For the two major projects remaining, individual project codes will be set up and tracked separately. The contact person is Felix Boughton, Director of Finance, (985) 536-1106.